

April 10, 2003

State of Utah
Division of Oil, Gas & Mining
Attn: Diana Mason
1594 West North Temple - Suite 1210
P.O. Box 145801
Salt Lake City, Utah 84114-5801

RE: Applications for Permit to Drill: Sand Wash Federal 10-31T-8-17 and 15-31-8-17.

Dear Diana:

Enclosed find APD's on the above referenced wells. If you have any questions, feel free to give either Brad or myself a call.

Sincerely,

Mandie Crozier Mandie Crozier

Regulatory Specialist

mc

enclosures

RECEIVED

APR 1 1 2003

DIV OF OIL, GAS & MINING

SUBMIT IN TRIPLICATE* (Other instructions on reverse side)

Form approved. Budget Bureau No. 1004-0136 Expires December 31, 1991

UNITED STATES 0 0 1 DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT					5. LEASE DESIGNATION A UTU-74869	AND SERIAL NO.					
APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK						6. IF INDIAN, ALLOTTEE OR TRIBE NAME					
la. TYPE OF WORK	DRILL	X DEEPEN		<u>., DEEPEN</u>	1, OK	PLUG E	MUK		N/A 7. UNIT AGREEMENT NAI	ME	
1b. TYPE OF WELL			ш.	J					Sand Wash	WIE	
OIL	GAS			SINGLE		MULTIPLE			8. FARM OR LEASE NAME	E WELL NO	
WELL X	WELL	OTHER		ZONE	X	ZONE			Sand Wash Federal #10-31T-8-17		
2. NAME OF OPERATOR									9. API WELL NO.		
Inland Production	Company						4.4		43-0	13-37449	
Route #3 Box 3630,	Myton II	T 84052		1	Phone.	(435) 646	_3721		Monument Butt		
4. LOCATION OF WELL (R			e with a	ny State requiremen	nts.*)	(433) 040	-3721		11. SEC., T., R., M., OR BLI		
At Surface		NW/SE		048' FSL 203					AND SURVEY OR AREA	A	
At proposed Prod. Zone		4434068	Y	40.07285					NW/SE		
14. DISTANCE IN MILES AND I	DIPECTION EDO	581330 X	DOST OF	110.0462	43				Sec. 31, T8S, R17		
Approximately 11.6				FICE*					Duchesne	13. STATE UT	
15. DISTANCE FROM PROPOSE				16. NO. OF ACRES	IN LEASE	· · · · · · · · · · · · · · · · · · ·	17. NO. OF ACRES	ASSIGNED			
OR LEASE LINE, FT.(Also to		-									
Approx. 2031' f/lse				1,177.0			40				
18. DISTANCE FROM PROPOSE DRILLING, COMPLETED, O				19. PROPOSED DEF	PIH		20. ROTARY OR C	ABLE TOOL	S		
Approx. 1,439'				6500	•		Rot	ary			
21. ELEVATIONS (Show whether	DF, RT, GR, etc.	.)						22. APPROX	ROX. DATE WORK WILL START*		
5329' GR								2nd Qu	arter 2003		
23. PROPOSED CA	SING AND	CEMENTING PRO	OGRA	M							
SIZE OF HOLE		SIZE OF CASING	WEIGH'	T/FOOT		SETTING DEP	TH	QUANTITY	OF CEMENT		
Refer to Monument	Butte Fie	eld SOP's Drillin	ig Pro	ogram/Casing	g Design	1	<u> </u>				
The proposed	d well will ons of App	offset the P&A roval are also a	Gove ttache	ernment 31-1- ed.	-8-17.	a on present pr	oductive zone an d	proposed n		s.	
24.	/.	/							4/10	/^2	
SIGNED /	mus	Miles		TITLE Reg	ulatory	Specialist		DATE		/03	
(This space for Federal or State PERMIT NO. 43	113-3	2449		APPROVAL DATE	- Cural	a this					
Application approval does not CONDITIONS OF APPROVA	warrant or certify to	that the applicant holds lega	d or equit	Action is	BRAD	LEY O	A. HILL	DATE	operations thereon.	1-03	

*See Instructions On Reverse Side

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

RECEIVED

APR 1 1 2003

T8S, R17E, S.L.B.&M. N89'51'E - 78.20 (G.L.O.) Lot 1 Lot 2 WELL LOCATION: SWF #10-31T-8-17 (J31) ELEV. UNGRADED GROUND = 5328.7' Lot 3 (6.1.0.) 1910 1910 N89'49'26"E 7 4 5173.54' (Meas.) Brass Cap Brass Cap NORTH 2031 Lot 4 2645.63' (Measured) NORTH G.L.O. (Basis of Bea (Computed) DRILLING WINDOW Lot 5 1910 Corner Brass Cap Brass Cap N89'52'41"E - 2533.40' (Meas.) N89'58'E - 78.81 (G.L.O.) SWU #10-31-8-17 = SECTION CORNERS LOCATED (Surface Location) $LATITUDE = 40^{\circ} 04' 21.96"$ BASIS OF ELEV; U.S.G.S. 7-1/2 min QUAD LONGITUDE = 110' 02' 49.63" (MYTON SE)

INLAND PRODUCTION COMPANY

WELL LOCATION, SWF #10-317-8-17 (J31), LOCATED AS SHOWN IN THE NW 1/4 SE 1/4 OF SECTION 31, T8S, R17E, S.L.B.&M. DUCHESNE COUNTY, UTAH.

THIS IS TO CERTIFY THAT THE MENT WAS PREPARED FROM FIELD NOTES OF ALAWAY SURVEYS MADE BY ME OR UNDER AT SOFTER THE SAME ARE TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELLET.

REGISTERED LANDOS STEWAR
REGISTRATION No. 789377
STATE OF LITCH NO.

TRI STATE LAND SURVEYING & CONSULTING

38 WEST 100 NORTH - VERNAL, UTAH 84078 (435) 781-2501

· · · · · · · · · · · · · · · · · · ·	
SCALE: 1" = 1000'	SURVEYED BY: K.G.S.
DATE: 4-2-03	DRAWN BY: R.V.C.
NOTES:	FILE #

United States Department of the Interior

BUREAU OF LAND MANAGEMENT Utah State Office P.O. Box 45155 Salt Lake City, Utah 84145-0155

IN REPLY REFER TO: 3160 (UT-922)

April 14, 2003

Memorandum

To: Assistant District Manager Minerals, Vernal District

From: Michael Coulthard, Petroleum Engineer

Subject: 2003 Plan of Development, Sand Wash Unit

Duchesne County, Utah.

Pursuant to email between Diana Mason, Division of Oil, Gas and Mining, and Mickey Coulthard, Utah State Office, Bureau of Land Management. The following wells are planned for calendar year 2002 within the Sand Wash Unit, Duchesne County, Utah.

API # WELL NAME LOCATION

(Proposed PZ Green River)

43-013-32448 Sand Wash Fed 15-31-8-17 Sec. 31 T08S R17E 2018 FSL 2027 FEL BHL 0660 FSL 1980 FEL

43-013-32449 Sand Wash Fed 10-31T-8-17 Sec. 31 TO8S R17E 2048 FSL 2031 FEL

This office has no objection to permitting the wells at this time.

/s/ Michael L. Coulthard

bcc: File - Sand Wash Unit

Division of Oil Gas and Mining

Agr. Sec. Chron Fluid Chron

MCoulthard:mc:4-14-3

INLAND PRODUCTION COMPANY SAND WASH FEDERAL #10-31T-8-17 NW/SE SECTION 31, T8S, R17E DUCHESNE COUNTY, UTAH

ONSHORE ORDER NO. 1

DRILLING PROGRAM

1. <u>GEOLOGIC SURFACE FORMATION:</u>

Uinta formation of Upper Eocene Age

2. ESTIMATED TOPS OF IMPORTANT GEOLOGIC MARKERS:

Uinta 0' - 1640' Green River 1640' Wasatch 6500'

3. ESTIMATED DEPTHS OF ANTICIPATED WATER, OIL, GAS OR MINERALS:

Green River Formation 1640' - 6500' - Oil

4. PROPOSED CASING PROGRAM

Please refer to the Monument Butte Field Standard Operation Procedure (SOP).

5. <u>MINIMUM SPECIFICATIONS FOR PRESSURE CONTROL:</u>

Please refer to the Monument Butte Field SOP. See Exhibit "C".

6. TYPE AND CHARACTERISTICS OF THE PROPOSED CIRCULATION MUDS:

Please refer to the Monument Butte Field SOP.

7. <u>AUXILIARY SAFETY EQUIPMENT TO BE USED:</u>

Please refer to the Monument Butte Field SOP.

8. <u>TESTING, LOGGING AND CORING PROGRAMS:</u>

Please refer to the Monument Butte Field SOP.

9. <u>ANTICIPATED ABNORMAL PRESSURE OR TEMPERATURE:</u>

The anticipated maximum bottom hole pressure is 2000 psi. It is not anticipated that abnormal temperatures will be encountered.

10. ANTICIPATED STARTING DATE AND DURATION OF THE OPERATIONS:

Please refer to the Monument Butte Field SOP.

INLAND PRODUCTION COMPANY SAND WASH FEDERAL #10-31T-8-17 NW/SE SECTION 31, T8S, R17E DUCHESNE COUNTY, UTAH

ONSHORE ORDER NO. 1

MULTI-POINT SURFACE USE & OPERATIONS PLAN

1. <u>EXISTING ROADS</u>

See attached Topographic Map "A"

To reach Inland Production Company well location site Sand Wash Federal #10-31T-8-17 located in the NW ¼ SE ¼ of Section 31, T8S, R17E, Duchesne County, Utah:

Proceed southwesterly out of Myton, Utah along Highway 40 - 1.6 miles \pm to the junction of this highway and UT State Hwy 53; proceed southeasterly along Hwy 53 - 9.1miles \pm to it's junction with an existing dirt road to the southwest; proceed southwesterly -0.9 miles \pm to its junction with the beginning of the proposed access road; proceed along the proposed access road -290° \pm to the proposed well pad.

2. PLANNED ACCESS ROAD

See Topographic Map "B" for the location of the proposed access road.

3. LOCATION OF EXISTING WELLS

Refer to Exhibit "B".

4. LOCATION OF EXISTING AND/OR PROPOSED FACILITIES

Please refer to the Monument Butte Field Standard Operating Procedure (SOP).

5. LOCATION AND TYPE OF WATER SUPPLY

Please refer to the Monument Butte Field SOP. See Exhibit "A".

6. SOURCE OF CONSTRUCTION MATERIALS

Please refer to the Monument Butte Field SOP.

7. <u>METHODS FOR HANDLING WASTE DISPOSAL</u>

Please refer to the Monument Butte Field SOP.

8. ANCILLARY FACILITIES

Please refer to the Monument Butte Field SOP.

9. <u>WELL SITE LAYOUT</u>

The attached Location Layout Diagram describes drill pad cross-sections, cuts and fills, and locations of the mud tanks, reserve pit, pipe racks, trailer parking, spoil dirt stockpile(s), and surface material stockpile(s).

10. PLANS FOR RESTORATION OF SURFACE

Please refer to the Monument Butte Field SOP.

11. SURFACE OWNERSHIP - Bureau Of Land Management

12. OTHER ADDITIONAL INFORMATION

The Paleontological Resource Survey and Archaeological Resource Survey for this area are on file with the Bureau of Land Management.

Inland Production Company requests a 60' ROW for the Sand Wash Federal #10-31T-8-17 to allow for construction of a 6" gas gathering line, and a 3" poly fuel gas line. Both lines will tie in to the existing pipeline infrastructure. Refer to Topographic Map "C."

Inland Production Company also requests a 60' ROW be granted for the Sand Wash Federal #10-31T-8-17 to allow for construction of a 3" steel water injection line and a 3" poly water return line. **Refer to Topographic Map "C."**

13. <u>LESSEE'S OR OPERATORS REPRESENTATIVE AND CERTIFICATION</u>

Representative

Name:

Brad Mecham

Address: Route #3 Box 3630

Myton, UT 84052

Telephone:

(435) 646-3721

Certification

Please be advised that INLAND PRODUCTION COMPANY is considered to be the operator of well #10-31T-8-17 NW/SE Section 31, Township 8S, Range 17E: Lease UTU-74869 Duchesne County, Utah: and is responsible under the terms and conditions of the lease for the operations conducted upon the leased lands. Bond coverage is provided by Hartford Accident #4488944.

I hereby certify that the proposed drillsite and access route have been inspected, and I am familiar with the conditions which currently exist; that the statements made in this plan are true and correct to the best of my knowledge; and that the work associated with the operations proposed here will be performed by Inland Production Company and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provisions of 18 U.S.C. 1001 for the filing of a false statement.

4/10/03

Regulatory Specialist

Well No.: Sand Wash Federal #10-31T-8-17

CONDITIONS OF APPROVAL APPLICATION FOR PERMIT TO DRILL

Company/Operator: Inland Production Company

Well Name & Number: Sand Wash Federal #10-31T-8-17

API Number:

Lease Number: UTU-74869

Location: NW/SE

SURFACE USE PROGRAM CONDITIONS OF APPROVAL

CULTURAL RESOURCES

See DIAMOND MOUNTAIN RESOURCE AREA RESOURCE MANAGEMENT PLAN AND RECORD OF DECISION (Fall 1994).

PALEONTOLOGICAL RESOURCES

See DIAMOND MOUNTAIN RESOURCE AREA RESOURCE MANAGEMENT PLAN AND RECORD OF DECISION (Fall 1994).

SOILS, WATERSHEDS, AND FLOODPLAINS

See DIAMOND MOUNTAIN RESOURCE AREA RESOURCE MANAGEMENT PLAN AND RECORD OF DECISION (Fall 1994).

WILDLIFE AND FISHERIES

See DIAMOND MOUNTAIN RESOURCE AREA RESOURCE MANAGEMENT PLAN AND RECORD OF DECISION (Fall 1994).

THREATENED, ENDANGERED, AND OTHER SENSITIVE SPECIES

FERRUGINOUS HAWK: Due to this proposed well location's proximity (less that 0.5 mile) to an existing inactive ferruginous hawk nest site, no new construction or surface disturbing activities will be allowed between February 15 and May 30. If the nest remains inactive on May 30th (based on a pre-construction survey by a qualified biologist), the operator may construct and drill the location after that date. If the nest site becomes active prior to May 30, no new construction or surface disturbing activities will be allowed within 0.5 mile of the nest until the nest becomes inactive for two full breeding seasons. In the event that this well becomes a producing well, it must be equipped with a multi-cylinder engine or hospital muffler to reduce noise levels.

BURROWING OWL: Due to the proximity of the location to active prairie dog towns, there is the potential to encounter nesting burrowing owls between April 1 and July 15. If new construction or surface disturbing activities are scheduled between April

1 and July 15, pre-construction surveys will be conducted to detect the presence of nesting burrowing owls within 0.5 mile of any new construction or surface disturbing activity (see Vernal BLM Field Office Protocol). No new construction or surface disturbing activities will be allowed between April 1 and July 15 within a 0.5 mile radius of any active burrowing owl nest.

MOUNTAIN PLOVER: If new construction or surface disturbing activities are scheduled to occur between May 1 and June 15, detailed surveys of the area within 0.5 mile of the proposed location and within 300 feet of proposed access routes must be conducted to detect the presence of mountain plovers. All surveys must be conducted in accordance with the survey protocols outlined in the 2002 USFWS Survey Protocol. Surveys must be completed prior to initiating new construction or surface disturbing activities. No new construction or surface disturbing activities will be allowed between March 15 and August 15 within a 0.5 mile radius of any documented mountain plover nest site.

LOCATION AND RESERVE PIT RECLAMATION

During construction of the reserve pit, a small amount of topsoil shall be stockpiled nearby, to be spread over the reserve pit area at the time the reserve pit is reclaimed.

The topsoil stockpile shall be reseeded immediately after site construction by broadcasting the seed, then walking the topsoil stockpile with the dozer to plant the seed.

The following seed mixture will be used on the topsoil stockpile, the recontoured surface of the reserve pit, and for final reclamation: (All poundages are in pure live seed)

Gardner saltbush	Atriplex gardneri	4 lbs/acre
Mat saltbush	Atriplex corrugata	4 lbs/acre
Galleta grass	Hilaria jamesii	4 lbs/acre

The reserve pit shall be reclaimed immediately after drilling operations have ceased. The pit shall be reclaimed by: 1) removing all liquids and any oily debris according to Utah Division of Oil, Gas, & Mining pit closure rules; 2) perforating and folding the liner in place; 3) recontouring the surface; 4) broadcasting the seed over the recontoured surface; and 5) walking the surface of the pit with a dozer to plant the seed.

At the time of final abandonment, the location and access will be recontoured to natural topography and topsoil spread over the area and the surface seeded immediately.

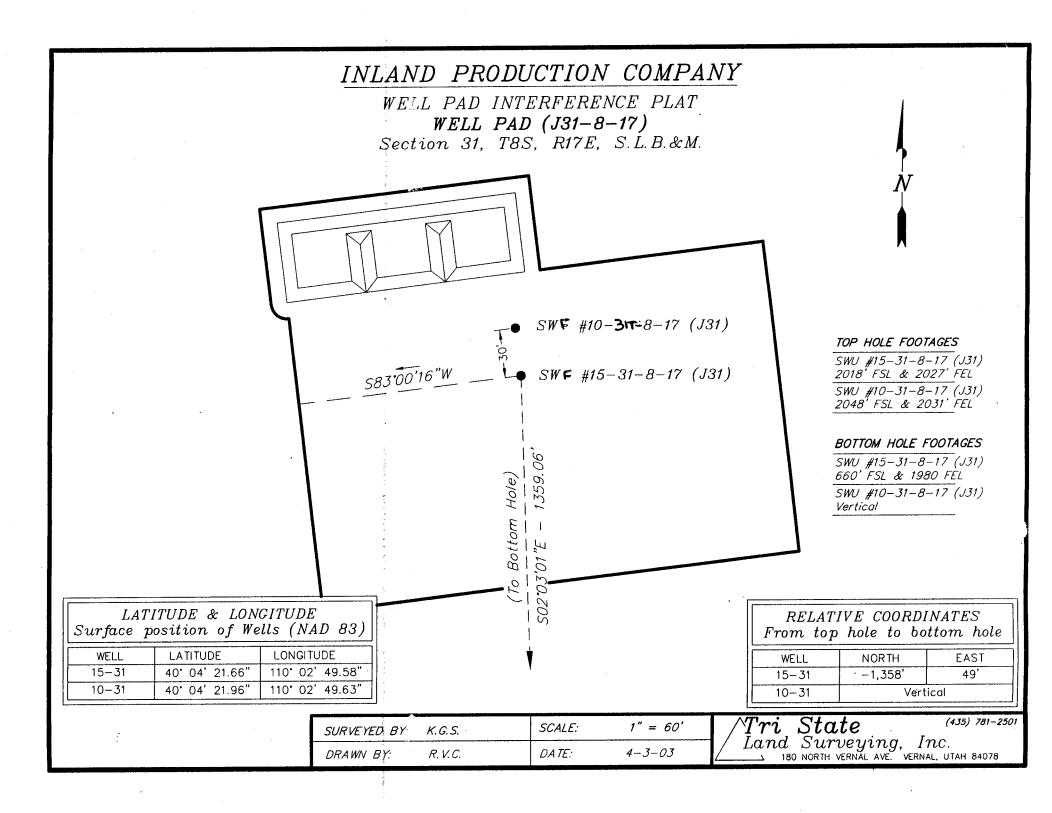
PIPELINES

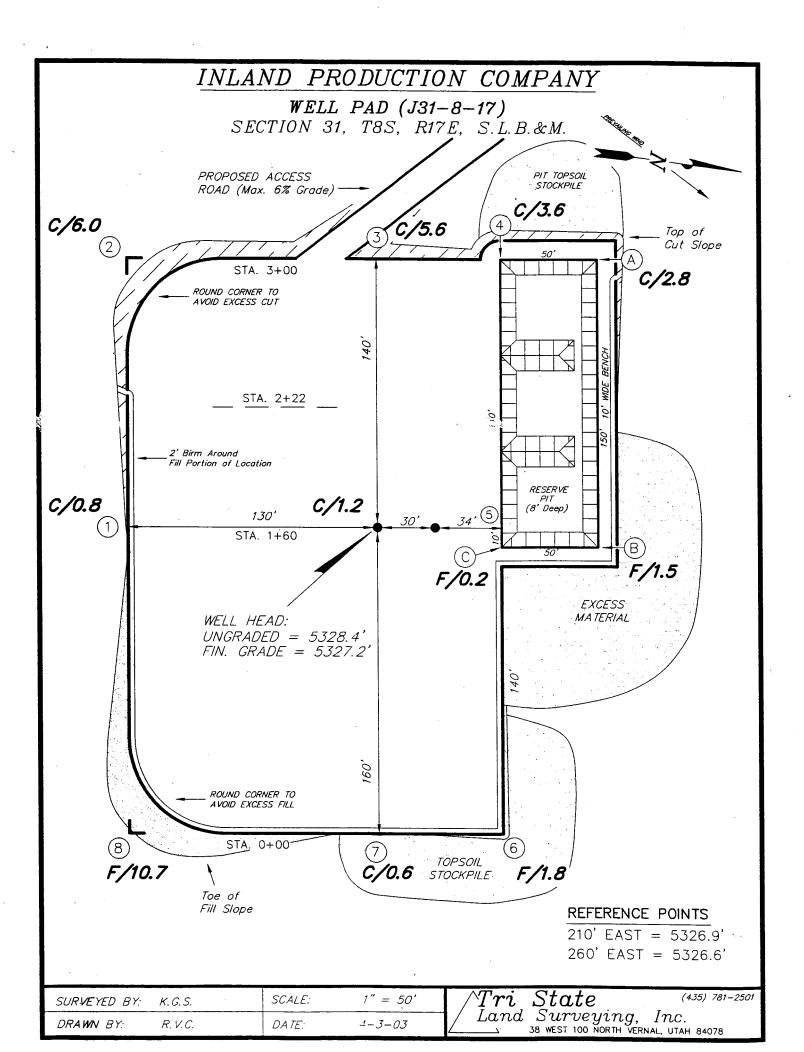
Installation of a surface gas pipeline and/or any subsequent buried gas or water pipelines will follow the conditions of approval outlined above.

Except as specified in the APD, the installation of the surface gas line and any subsequent buried pipelines will follow the edge of the existing roadways without interfering with the normal travel and maintenance of the roadway.

The installation of any buried pipelines will disturb as little surface as possible and will not exceed 60 feet in width. Reclamation of the disturbance area associated with buried pipelines will be completed within 10 days after installation. The surface will be

recontoured to natural or near natural contours. Reseeding will be with the same seed mixture specified for reclamation of the reserve pit and well site. The interface of the buried line disturbance area and the edge of any adjacent access roads will be constructed with a borrow ditch and road berm to minimize vehicular travel along the water line route.

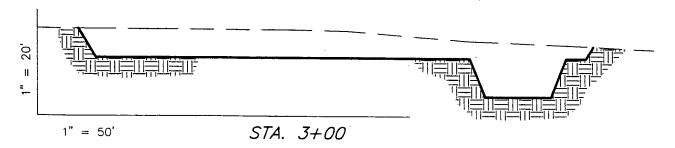


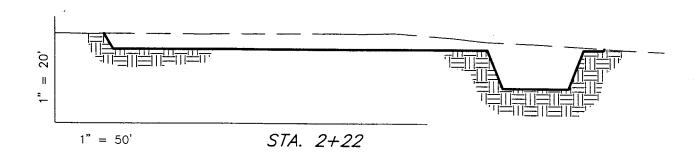


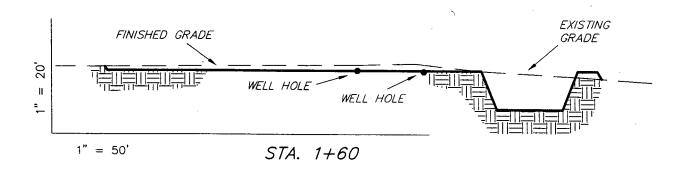
INLAND PRODUCTION COMPANY

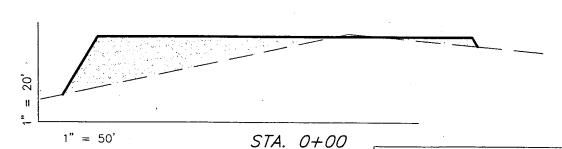
CROSS SECTIONS

WELL PAD (J31-8-17)









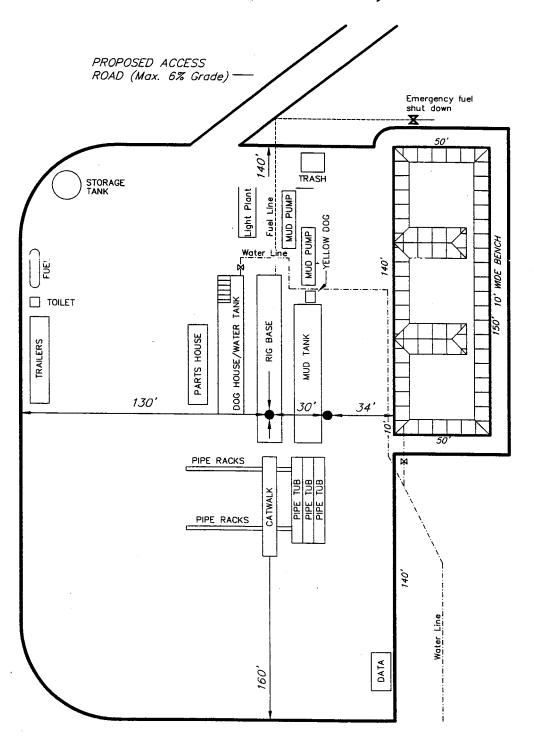
NOTE: UNLESS OTHERWISE NOTED ALL CUT/FILL SLOPES ARE AT 1.5:1

ESTIMATED EARTHWORK QUANTITIES							
(Expressed in Cubic Yards)							
ITEM	CUT	FILL	6" TOPSOIL	EXCESS			
PAD	3,170	3,170	Topsoil is not included	0			
PIT	1,620	0	in Pad Cut	1,620			
TOTALS	4,790	3,170	1.270	1 620			

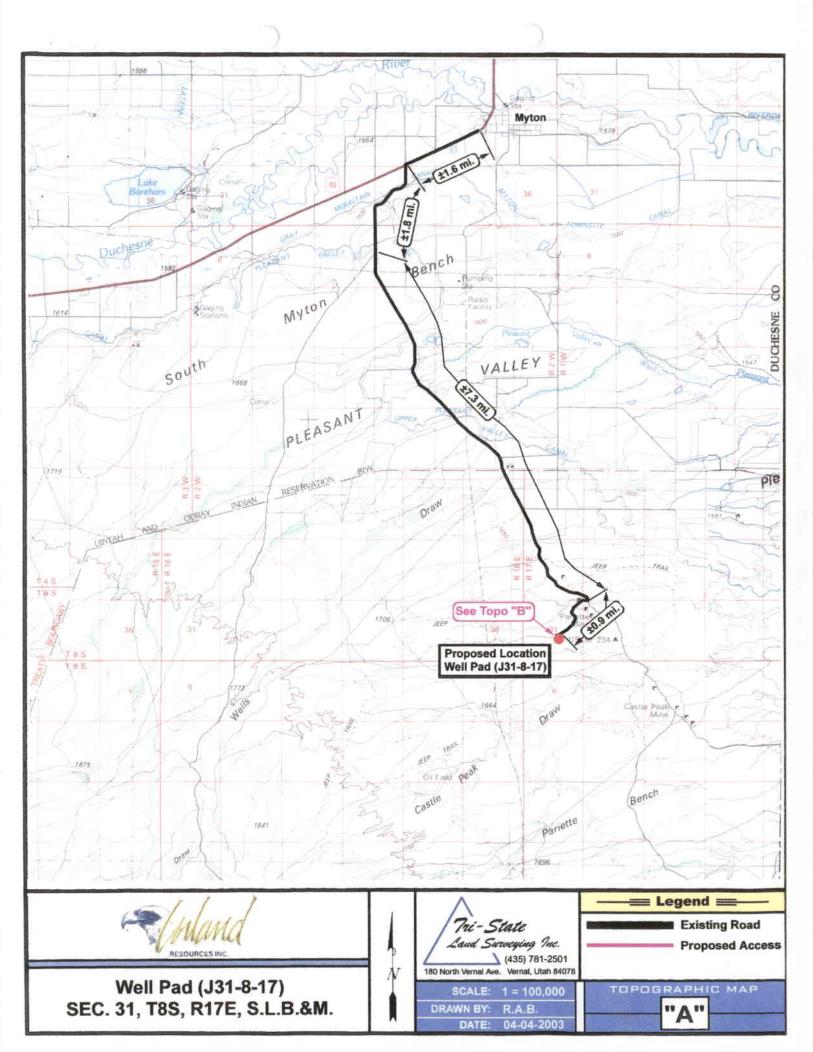
SURVEYED BY: K.G.S.	SCALE:	1" = 50'	/Tri $State$ (435) 781-2501
DRAWN BY: R.V.C.	DA TE:	4-3-03	/ Land Surveying, Inc. 38 WEST 100 NORTH VERNAL, UTAH 84078

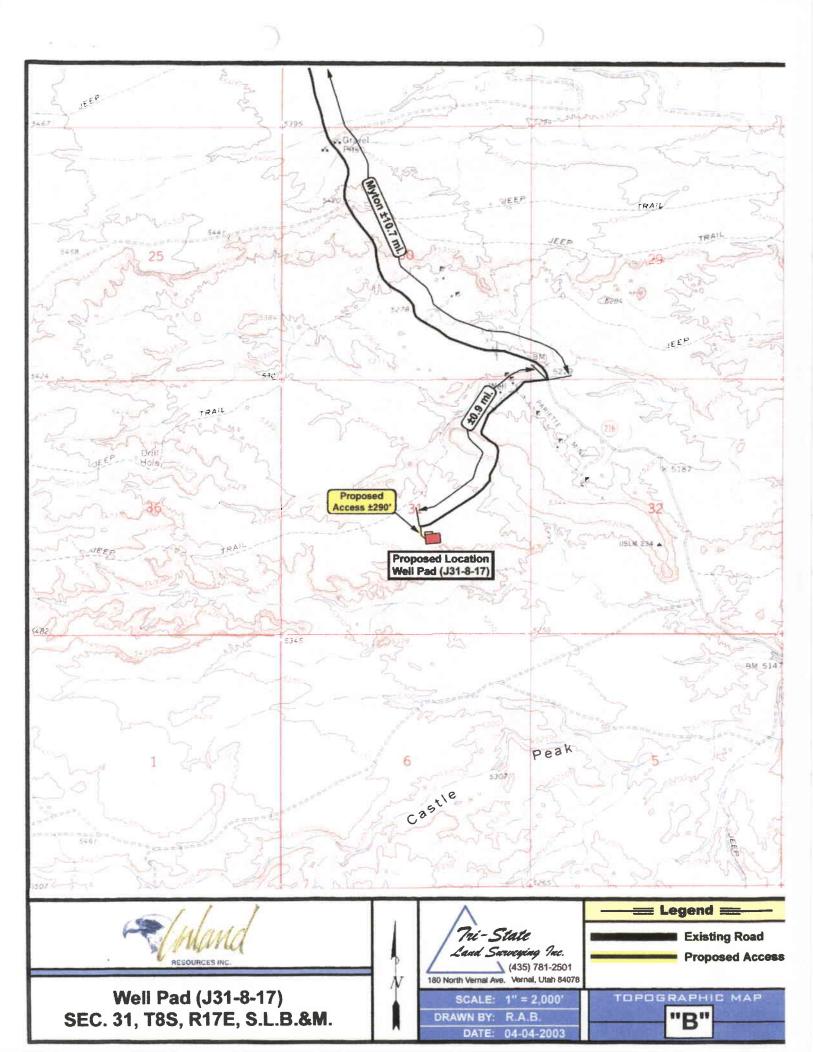
INLAND PRODUCTION COMPANY

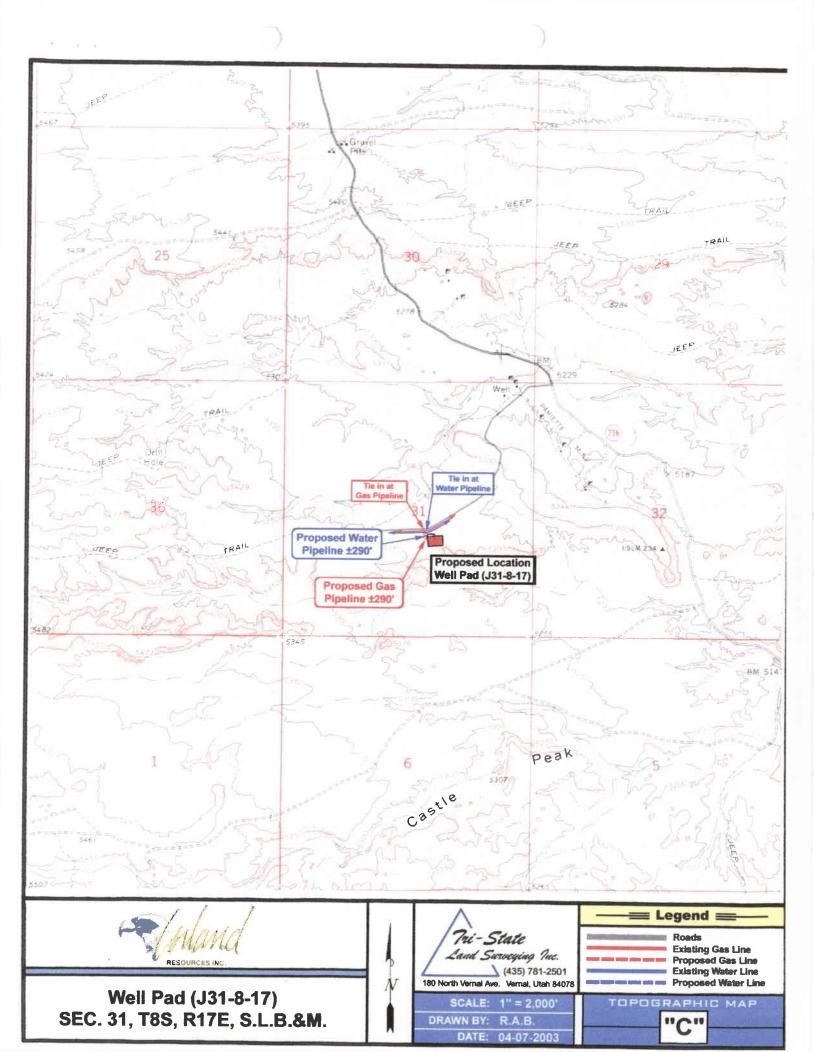
TYPICAL RIG LAYOUT
WELL PAD (J31-8-17)

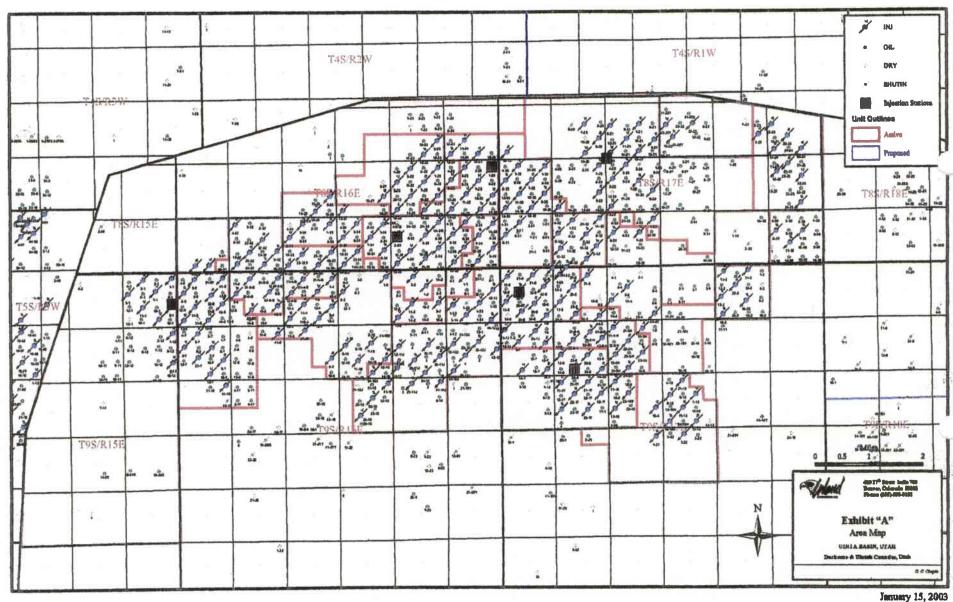


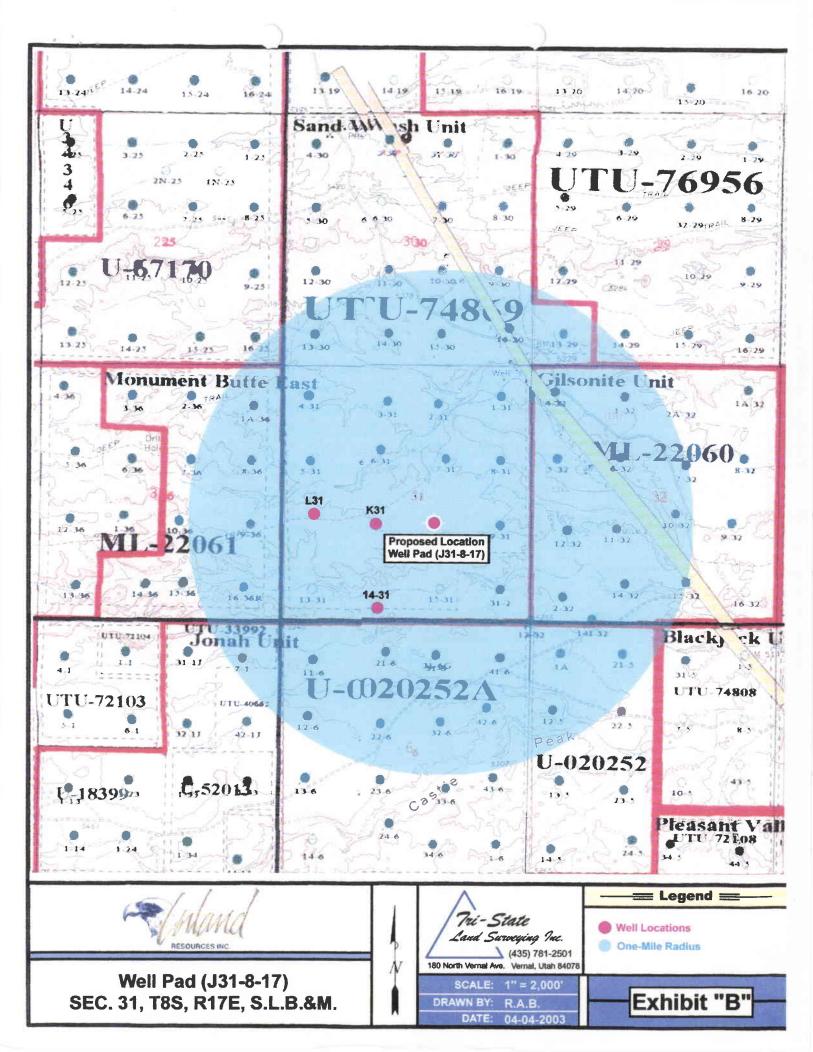
SURVEYED BY:	K.G.S.	SCALE:	1" = 50'	/Tri_State (435) 781-2501
DRAWN BY:	R. V. C.	DATE:	4-3-03	Land Surveying, Inc. 38 WEST 100 NORTH VERNAL, UTAH 84078











2-M SYSTEMBlowout Prevention Equipment Systems

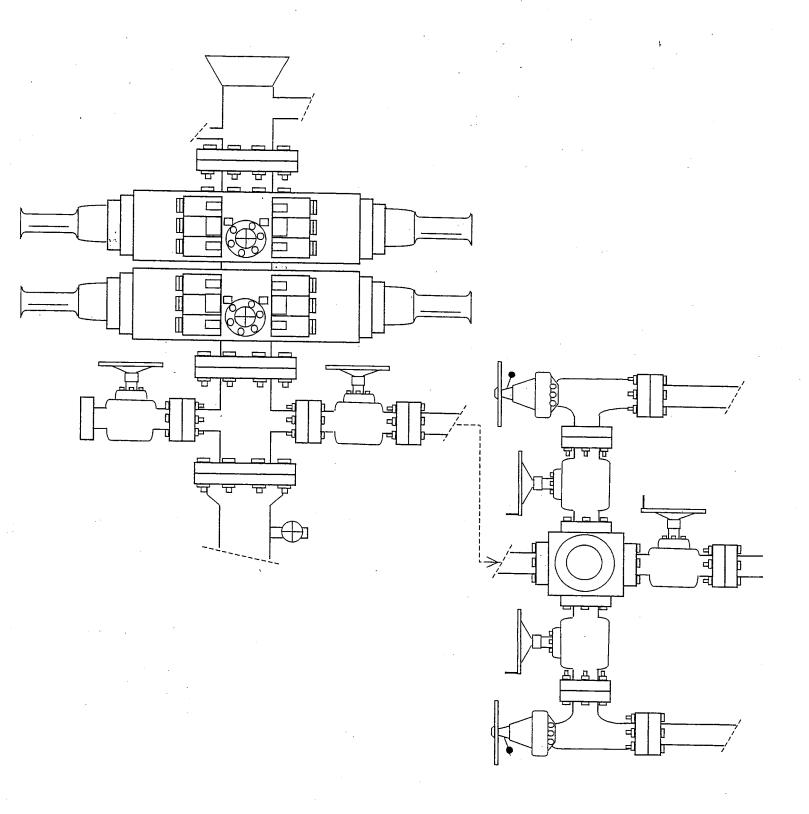
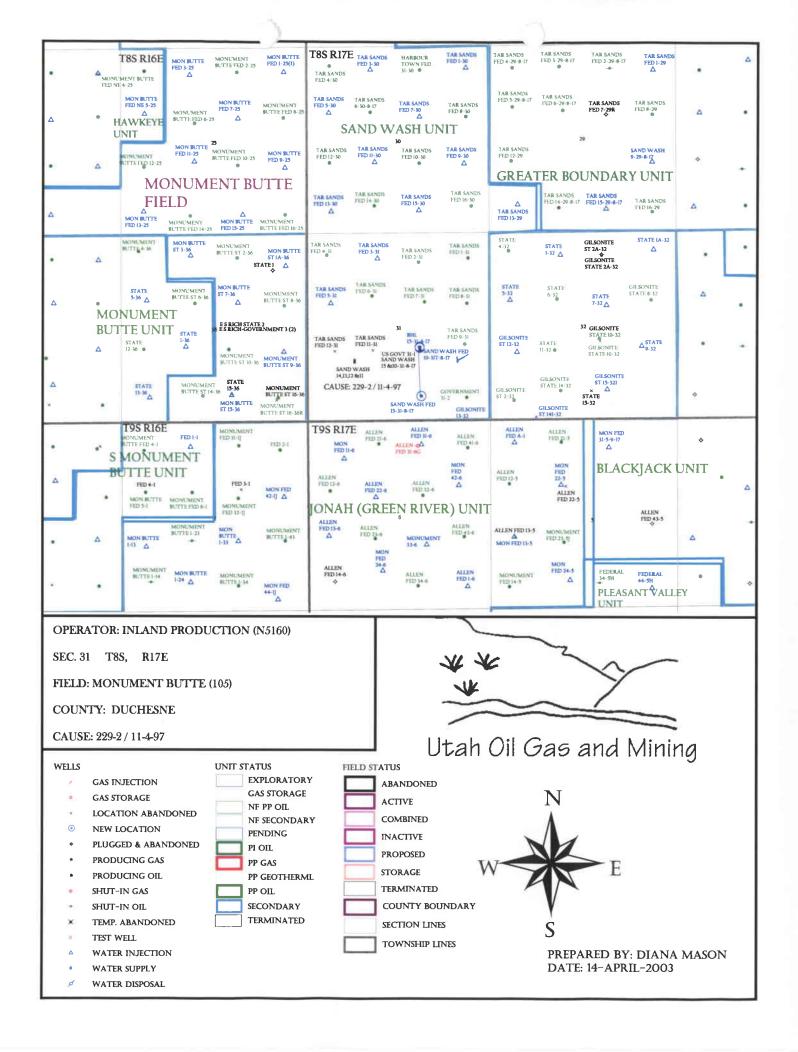


EXHIBIT C

WORKSHEET APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 04/11/2003	API NO. ASSIGNED: 43-013-32449
WELL NAME: SAND WASH FED 10-31T-8-17 OPERATOR: INLAND PRODUCTION (N5160) CONTACT: MANDIE CROZIER	PHONE NUMBER: 435-646-3721
PROPOSED LOCATION:	INSPECT LOCATN BY: / /
NWSE 31 080S 170E SURFACE: 2048 FSL 2031 FEL BOTTOM: 2048 FSL 2031 FEL	Tech Review Initials Date Engineering
DUCHESNE MONUMENT BUTTE (105)	Geology
LEASE TYPE: 1 - Federal	Surface
LEASE NUMBER: UTU-74869 SURFACE OWNER: 1 - Federal PROPOSED FORMATION: GRRV	LATITUDE: 40.07285 LONGITUDE: 110.04623
RECEIVED AND/OR REVIEWED: Plat Bond: Fed[1] Ind[] Sta[] Fee[] (No. 4488944) Potash (Y/N) N Oil Shale 190-5 (B) or 190-3 or 190-13 Water Permit (No. MUNICIPAL) N RDCC Review (Y/N) (Date:) NA Fee Surf Agreement (Y/N)	LOCATION AND SITING: R649-2-3. Unit SAND WASH (GREEN RIVER) R649-3-2. General Siting: 460 From Qtr/Qtr & 920' Between Wells R649-3-3. Exception Drilling Unit Board Cause No: 229-2 Eff Date: 11-4-97 Siting: Suspends Cheen With Siting R649-3-11. Directional Drill
SOP, Seperate Silv. STIPULATIONS: 1- Ender D. Reporte	.0





Michael O. Leavitt Governor Robert L. Morgan Executive Director

Lowell P. Braxton Division Director

1594 West North Temple, Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801 (801) 538-5340 telephone (801) 359-3940 fax (801) 538-7223 TTY www.nr.utah.gov

April 14, 2003

Inland Production Company Route #3, Box 3630 Myton, UT 84052

Re:

Sand Wash Federal 10-31T-8-17 Well, 2048' FSL, 2031' FEL, NW SE, Sec. 31,

T. 8 South, R. 17 East, Duchesne County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann. § 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-013-32449.

Sincerely,

John R. Baza

Associate Director

pab Enclosures

cc:

Duchesne County Assessor

Bureau of Land Management, Vernal District Office



Operator:	Inland Production Company					
Well Name & Number	Sand Wash Federal 10-31T-8-17					
API Number:	43-013-					
Lease:	UTU-74					
Location: NW SE	Sec. 31	T. 8 South	R. 17 East			

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

• Contact Dan Jarvis at (801) 538-5338

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.

SUBMIT IN TRIPLICATE* (Other instructions on

Form approved.

(December 1990) . Budget Bureau No. 1004-0136 reverse side) Expires December 31, 1991 UNITED STATES **DEPARTMENT OF THE INTERIOR** 5. LEASE DESIGNATION AND SERIAL NO. **BUREAU OF LAND MANAGEMENT** UTU-74869 6. IF INDIAN, ALLOTTEE OR TRIBE NAME APPLICATION FOR PERMIT TO DRILL, DEEPEN, OR PLUG BACK N/A DRILL X DEEPEN la. TYPE OF WORK 7. UNIT AGREEMENT NAME 16. TYPE OF WELL Sand Wash OIL GAS SINGLE MULTIPLE 8. FARM OR LEASE NAME WELL NO WELL X WELL OTHER lzone ZONE Sand Wash Federal #10-31T-8-17 2. NAME OF OPERATOR **Inland Production Company** 3. ADDRESS OF OPERATOR Route #3 Box 3630, Myton, UT 84052 Phone: (435) 646-3721 Monument Butte 4. LOCATION OF WELL (Report location clearly and in accordance with any State requirements.*) 11. SEC., T., R., M., OR BLK. At Surface NW/SE 2048' FSL 2031' FEL AND SURVEY OR AREA At proposed Prod. Zone NW/SE Sec. 31, T8S, R17E 14. DISTANCE IN MILES AND DIRECTION FROM NEAREST TOWN OR POST OFFICE. 13. STATE Approximately 11.6 miles south of Myton, Utah Duchesne UT 15. DISTANCE FROM PROPOSED* LOCATION TO NEAREST PROPERTY 16. NO. OF ACRES IN LEASE 17. NO. OF ACRES ASSIGNED TO THIS WELL OR LEASE LINE, FT.(Also to Approx. 2031' f/lse line & 2031' f/unit line 1,177.07 40 18. DISTANCE FROM PROPOSED LOCATION* TO NEAREST WELL. 19. PROPOSED DEPTH 20. ROTARY OR CABLE TOOLS DRILLING, COMPLETED, OR APPLIED FOR ON THIS LEASE, FT. Approx. 1,439' 6500' Rotary 21. ELEVATIONS (Show whether DF, RT, GR, etc.) 22. APPROX. DATE WORK WILL START* 5329' GR 2nd Quarter 2006 23. PROPOSED CASING AND CEMENTING PROGRAM SIZE OF HOLE SIZE OF CASING WEIGHT:FOOT SETTING DEPTH QUANTITY OF CEMENT Refer to Monument Butte Field SOP's Drilling Program/Casing Design Inland Production Company proposes to drill this well as an offset well in accordance with the attached exhibits. The proposed well will offset the P&A Government 31-1-8-17. The Conditions of Approval are also attached. DIV. OF OIL, GAS & MINING

IN ABOVE SPACE DESCRIBE PROPOSED PROGRAM: If proposal is to deepen or plug back, give data on present productive zone and proposed new productive zone. If proposal is to drill or deepen directionally, give pertinent data on subsurface locations and measured and true vertical depths. Give blowout preventer program, if any, Regulatory Specialist TITLE DATE NOTICE OF APPROVAL APPROVAL DATE Application approval does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon. Applicant Field Manager Mineral Resources

*See Instructions On Reverse Side

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

CONDITIONS OF APPROVAL ATTA

COAs Page 1 of 2

Well No.: Sandwash10-31T-8-17

CONDITIONS OF APPROVAL APPLICATION FOR PERMIT TO DRILL

Company/Operator: Inland Production Company.
Well Name & Number: Sandwash 10-31T-8-17
API Number <u>43-013-32449</u>
Lease Number: <u>U-74869</u>
Location: NWSE Sec. 31 T.8S R.17E
Agreement: Sandwash Unit

For more specific details on notification requirements, please check the Conditions of Approval for Notice to Drill and Surface Use Program.

CONDITIONS OF APPROVAL

Approval of this application does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Be aware fire restrictions may be in effect when location is being constructed and/or when well is being drilled. Contact the appropriate Surface Management Agency for information.

Please submit to this office, in LAS format, an electronic copy of all logs run on this well This submission will replace the requirement for submittal of paper logs to the BLM.

In the event after-hours approvals are necessary, you must contact one of the following individuals:

Ed Forsman

(435) 828-7874

Petroleum Engineer

Kirk Fleetwood

(435) 828-7875

Petroleum Engineer

BLM FAX Machine (435) 781-4410

Well No.: Sandwash10-31T-8-17

CONDITIONS OF APPROVAL FOR THE SURFACE USE PROGRAM OF THE APPLICATION FOR PERMIT TO DRILL

<u>Ferruginous Hawks:</u> No construction or drilling shall be allowed between March 1 to July 15 to protect the birds during their nesting/ reproductive season. A hospital muffler or multi-cylinder engine shall be installed on the pumping unit to reduce noise levels in the area for potential nesting raptors. Also, the nests would be inspected prior to starting construction to determine if the nests are still inactive. If either of the nests were to become active, no drilling would be allowed until the active nest or nests were inactive for another two years.

Mountain Plovers: According to the timeframes listed below and prior to new construction and drilling activities, a detailed survey of the area within 0.5 mile of the proposed location and 300 feet either side of the center line of the proposed access roads shall be made by a qualified biologist or designated staff of the AO to detect the presence of plovers. Extreme care would be exercised to locate plovers due to their secretive and quiet nature. Where possible, the survey would first be made from a stationary vehicle. All plovers located will be observed long enough to determine if a nest is present. If no visual sightings are made from the vehicle, the area will be surveyed again on foot.

Starting Date of Construction or Drilling Activity	Number of Surveys
From March 15 through April 15	1
From April 16 through July 15	2
From July 16 through August 15	1

The surveys will be conducted no more than 14 days prior to the date actual construction or drilling activities begin. If two surveys are require, they will be made at least 14 days apart with the last survey no more than 14 days prior to the start-up date.

If an active nest or chicks were to be found in the area, the planned activity would be delayed until the chicks are out of downy plumage, the brood vacates the area of influence, or the nest failed.

<u>Burrowing Owls:</u> The proposed project shall avoid disturbance to prairie dogs holes by moving roads and locations where possible. No construction or drilling will be allowed during the nesting season of April 1 to Aug. 15. If operator would request to construct the location during the nesting season, a certified biologist could survey the area to determine if owls are present. If no owls were present in the proposed project area by May 30, construction could be allowed.

FORM 3160-5 (June 1990)

NITED STATES DEPAR MENT OF THE INTERIOR

FORM	APPROV	ED

Budget Bureau No. 1004-0135

-					-	
Expires:	March	31,	19	93	3	

BUREAU OF I	ZAND MANAGEMENT	Expires: March 31, 1993
007 SUNDRY NOTICES ANI	REPORTS ON WELLS	 Lease Designation and Serial No. UTU-74869
Do not use this form for proposals to drill or to dee Use "APPLICATION F	pen or reentry a different reservoir. OR PERMIT -" for such proposals	6. If Indian, Allottee or Tribe Name NA
SUBMIT IN 1. Type of Well	TRIPLICATE	7. If Unit or CA, Agreement Designation SAND WASH (GR RVR)
X Oil Gas Well Other		8. Well Name and No. SAND WASH FEDERAL 10-31T-8-17 9. API Well No.
2. Name of Operator		43-013-32449
3. Address and Telephone No.		10. Field and Pool, or Exploratory Area MONUMENT BUTTE
	n 31, T8S R17E	DUCHESNE COUNTY, UT.
12. CHECK APPROPRIATE BOX(s) TYPE OF SUBMISSION	TO INDICATE NATURE OF NOTICE, REP	
TTPE OF SUBMISSION	IYPE	OF ACTION
X Notice of Intent Subsequent Report Final Abandonment Notice	Abandonment Recompletion Plugging Back Casing Repair Altering Casing	Change of Plans New Construction Non-Routine Fracturing Water Shut-Off Conversion to Injection

Permit Extension

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

X Other

Inland Production Company requsts to extend the Permit to Drill this well for one year. The original approval date was 4/14/03 (expiration 4/14/04).

> Approved by the Utah Division of Oil, Gas and Mining

RECEIVED

(Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

APR 1 2 2004

DIV. OF OIL, GAS & MINING

14. I hereby certify that the foregoing Signed Regulatory Specialist 4/8/2004 Date Mandie Crozier CC: UTAH DOGM (This space for Federal or State office use) Approved by Title Date Conditions of approval, if any: CC: Utah DOGM

Application for Permit to Drill Request for Permit Extension Validation (this form should accompany the Sundry Notice requesting permit extension)

API:

43-013-32449

Well Name: Sand Wash Federal 10-31T-8-17
Location: NW/SE Section 31, T8S R17E
Company Permit Issued to: Inland Production Company
Date Original Permit Issued: 4/14/2003
The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.
Following is a checklist of some items related to the application, which should be verified.
If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes□No□ 介⊖
Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes ☐ No. ☐
Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes□NoXI
Have there been any changes to the access route including ownership, or right-of-way, which could affect the proposed location? Yes□No. ▼
Has the approved source of water for drilling changed? Yes□NoX
Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes□NoX
Is bonding still in place, which covers this proposed well? Yes No□
Mande Crosier 4/8/2004
Signature Date
Title: Regulatory Specialist
Representing: Inland Production Company

DIVISION OF OIL, GAS AND MINING

SPUDDING INFORMATION

Name of Company: INLAND PRODUCTION COMPANY							
Well Name:	SAND WA	ASH 10-31T-8-17					
Api No: 43-013-324	149	Lease Type:	FEDERAL				
Section 31 Township	0_08S_Range_	17E County	DUCHESNE				
Drilling Contractor	ROSS DRILLIN	NGRIG	#15				
SPUDDED:							
Date	07/06/04						
Time	9:00 AM	_ _					
How	DRY	_					
Drilling will commen	rce:						
Reported by	FLOYD MITCH	IELL					
Telephone #	1-435-823-3610						
Date07/06/2004	Signed	СНД					

					INLAND PRODUCTION COMPANY RT. 3 BOX 3630 MYTON, UT 84052				OPERATOR ACCT, NO	O. N5160		
	CODE	CURRENT ENTITY NO.	MEA'	API NUMBER	WELL HAME	92	sc	₩€IL4	OCATION RQ	COUNTY	SPUO DATE	EFFECT W E
 	8	99999	12704	43-013-32508	Blackjack Federal 2-10-9-17	NWME	10	95	17E	Duchesne	June 25, 2004	7/8/04
	PEUL 1 D	OVALENTS:		GRRU								
	NC	CURRENT	HEW	API NUMBER	WELL KAME		٧	VELL LOCATI	DN _		8PUD	EFFECTIVE
a F	CODE	ENTITY NO.	ENTITY NO.			03	8C	TP	RG	COUNTY	DATE	DATE
	A	99999	14211	43-013-32577	Ashley State 13-2-9-15	SWISW	2	98	15E	Duchesne	June 26, 2004	7/8/04
!	mestr 2 (2	omments.		GRRV								
N PNC	спои	CUPRENT	NEW	API NUMBER	WELL KAME	Ī		WELL	OCATION		SPUD	EFFECTIVE
2	CODE	витту ко.	ENTITY NO.			90	sc	TF	RG	COUNTY	DATE	DATE
ļ	В	99999	12308	43-013-32449	Sandwash Federal 10-31T-8-17	NW/SE	31	85	17E	Duchezne	July 6, 2004	7/8/04
ſ	MET 30	OM/MENTS:		GRRV								7,7
Ì	CHOR	CLIRRENT	NEW'	AP: NUMBER	WELL NAME			WELLL	OCATION		SPUD	EFFECTIVE
												DATE
- 1	TELL 10	OMMENTS:	<u> </u>					<u> </u>	<u> </u>			
٠.	CTION	CURRENT	MEW	API HUMBER	WELL RAME	T						
7	CODE	ENTITY NO.	ENTITY NO.	H-1 MARIEN	WELL HAUSE	00	S €	TP	RG RG	COUNTY	SPUD DATE	EFFECTIVE
5040654											DATE	DATE
ŀ	EL SO	OMPLENTS:				11		<u> </u>	i			
7	0770H 0	COST Was to do	lons on beak of form)									
; ;	A- 1 B- 4 C- 1	Establish nav: ently Add now wat to got Ro-eadign wall from	for new well gargle we stag entity (group or un one existing entity to a	it well) rowner existing entity						1 Hi	es gress	/ Kebbie S. Jones
, ,		Pa-asaign wall ficou Other favelain in cor	ane existing sallly to a renewis section)	new party	HECE	IVED)			Production Clari		July 8, 2004
:		e COMMENT section	on to explain who each	Action Code was selected.	111 N	8 500p	ł			r manuf	-	Date
)	(5.90)				JOE 0	. =	DIAHAI					
					DIV. OF OIL,	GAS & N	VINING					

FORM 3160-5

UNITED STATES

FUKM	APPRU	VEI	,
Rudget	Rureau	Nα	1004

BUREAU OF 10 1 0 SUNDRY NOTICES AN Do not use this form for proposals to drill or to dee	NT OF THE INTERIOR LAND MANAGEMENT D REPORTS ON WELLS epen or reentry a different reservoir. FOR PERMIT -" for such proposals	Budget Bureau No. 1004-0135 Expires: March 31, 1993 5. Lease Designation and Serial No. UTU-74869 6. If Indian, Allottee or Tribe Name NA
SUBMIT II	N TRIPLICATE	7. If Unit or CA, Agreement Designation SAND WASH (GR RVR)
X Oil Gas Well Other 2. Name of Operator		8. Well Name and No. SAND WASH FEDERAL 10-31T-8-17 9. API Well No. 43-013-32449
INLAND PRODUCTION COMPANY 3. Address and Telephone No.		10. Field and Pool, or Exploratory Area MONUMENT BUTTE
Rt. 3 Box 3630, Myton Utah, 84052 435-6. Location of Well (Footage, Sec., T., R., m., or Survey Description) 2048 FSL 2031 FEL NW/SE Section	on 31, T8S R17E	11. County or Parish, State DUCHESNE COUNTY, UT
2. CHECK APPROPRIATE BOX(s TYPE OF SUBMISSION) TO INDICATE NATURE OF NOTICE, REPO TYPE (ORT, OR OTHER DATA OF ACTION
Notice of Intent X Subsequent Report	Abandonment Recompletion Plugging Back	Change of Plans New Construction Non-Routine Fracturing

13. Describe Proposed or Completed Operations (Clearly state all pertinent details, and give pertinent dates, including estimated date of starting any proposed work. If well is directionally drilled, give subsurface locations and measured and true vertical depths for all markers and zones pertinent to this work.)*

Final Abandonment Notice

Casing Repair

Altering Casing

Other

On 07/06/04 MIRU Ross # 15. Spud well @ 9:00 AM Drill 317' of 12 1/4 hole with air mist, TIH w/7 Jts 8 5/8 J55 24# csgn. Set @ 321.17'/KB. On 07/08/04. Cement with 150 sks of Class "G" w/ 2% CaCL2 + 1/4# sk Cello-Flake Mixed @ 15.8 ppg > 1.17 cf/sk yeild. 4 bbls cement returned to surface. WOC.

Spud Notice

RECEIVED

Water Shut-Off

Dispose Water (Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)

Conversion to Injection

JUL 1 2 2004

DIV. OF OIL, GAS & MINING

14. I hereby certify Signed	that the foregoing is tr	rue and correct M. Third Floyd Mitchell	Title	Drilling Foreman	Date	07/08/04	
CC: UTAH	DOGM						
(This space for	or Federal or State office	ce use)					
Approved b	у		Title		Date		
Conditions of	approval, if any:						
CC: Utah DC	OGM						

INLAND PRODUCTION COMPANY - CASING & CEMEN' REPORT

LAST CASIN	IG 8.5/8"	SET AT	313'		OPERATOR	<u> </u>	Inland Pro	duction Com	pany	
DATUM		<u> </u>	010		WELL					
DATUM TO		ASING					Monument			
		AD FLANGE	<u>, , , , , , , , , , , , , , , , , , , </u>					Ross # 15		
			======================================							
HOLE SIZE										
LOG OF CA	SING STRIN	G:								
PIECES	OD		MAKE - DESCF	RIPTION	WT / FT	GRD	THREAD	CONDT	LENGTH	
- · · · · · · · · · · · · · · ·						·				
		43.66' SH jt		···						
		WHI - 92 cs	g head				8rd	A	0.95	
7	8 5/8"	Maverick ST	T&C csg		24#	J-55	8rd	Α	309.32	
			GUIDE	shoe			8rd	A	0.9	
CASING IN\	/ENTORY B	AL.	FEET	JTS	TOTAL LEN	IGTH OF ST	RING]	311.17	
TOTAL LEN	GTH OF ST	RING	311.17	77	LESS CUT OFF PIECE					
LESS NON	CSG. ITEMS	3	1.85						12	
PLUS FULL	JTS. LEFT	TUC	0		CASING SE	T DEPTH		Ĺ	321.17	
	TOTAL	-:	309.32	7	-lì					
TOTAL CSC	B. DEL. (W/C	THRDS)	309.32	7	COMPA	RE				
TIMING			1ST STAGE		4					
BEGIN RUN	I CSG.	Spud	7/6/04	9:00 AM				YES		
CSG. IN HC	LE		7/7/2004		7		RFACE			
BEGIN CIR	<u> </u>		7/8/2004	8:02 AM	-		I N/A			
BEGIN PUN	IP CMT		7/8/2004	8:16 AM			/E HOLD ?		501	
BEGIN DSF	L. CMT		7/8/2004	8:27	BUMPED P	_		680 PSI	PSI	
PLUG DOW			Cemented	7/8/2004		6 AM				
CEMENT U	T			CEMENT CO		B. J.				
STAGE	# SX	<u> </u>			PE & ADDITI		4 47 -81-1: ::			
1	150	Class "G" v	// 2% CaCL2 +	1/4#/sk Cello	-Flake mixed	@ 15.8 ppg	1.17 CT/SK YIE	<u> </u>		
	 							חבר)CIVED	
						CHOMANA	VE 9 CDACI		EIVED	
		TCHER PLA				SHOW MA	KE & SPACI	JUL	1 2 2004	
Centralize	rs - Middle i	irst, top sec	ond & third for	<u> </u>				מוע מב מיו	. GAS & MINING	
					<u>-</u>			UIV. OF UI	. CAS & MINING	

COMPANY REPRESENTATIVE Floyd Mitchell

DATE 7/8/2004

	DEPARTMENT BUREAU OF NOTICES AND Proposals to drill or to dee		dget Bureau No. 1004-0135 .xpires: March 31, 1993 5. Lease Designation and Serial No. UTU-74869 6. If Indian, Allottee or Tribe Name NA
	SUBMIT IN	I TRIPLICATE	7. If Unit or CA, Agreement Designation SAND WASH (GR RVR)
3. Address and Telephone No. Rt. 3 Box 3630, N	Gas Well Other UCTION COMPANY Myton Utah, 84052 435-6 re., T., R., m., or Survey Description)		8. Well Name and No. SAND WASH FEDERAL 10-31T-8-17 9. API Well No. 49 43-013-32402 10. Field and Pool, or Exploratory Area MONUMENT BUTTE 11. County or Parish, State DUCHESNE COUNTY, UT
12. CHEC	CK APPROPRIATE BOX(s)	TO INDICATE NATURE OF NOTICE, REPO	ORT, OR OTHER DATA
X	Notice of Intent Subsequent Report Final Abandonment Notice	Abandonment Recompletion Plugging Back Casing Repair Altering Casing X Other Weekly Status Report	Change of Plans New Construction Non-Routine Fracturing Water Shut-Off Conversion to Injection Dispose Water (Note: Report results of multiple completion on Well Completion or Recompletion Report and Log form.)
ally drilled, give subsurface loo	cations and measured and true vertical depths	and give pertinent dates, including estimated date of starting any proposed for all markers and zones pertinent to this work.)* 155 Set equipment Pressure te	
psi. Test 85/2 cement @ 17 depth of 6185 shoe, 1 jt 51/2 KB. Cement 5% Sms, 1/4	8" csgn to 1,500 ps 70'. Drill out cemer 5'. Lay down drill st 2" J-55 15.5 # csgn. with 300 sks Prem # sks Celloflake. M	si. Vernal BLM office was not at & shoe. Continue to drill a ring, BHA. Open hole log from Float collar, & 145 Jt's 51/2" J Lite ll w/ 3% KCL, 10% Gel ixed @ 11.0 ppg, >3.43 yld. Fo	ified of test. PU BHA and tag 77/8" hole with fresh water to a TD to surface. PU & MU guide 55 15.5# csgn. Set @ 6171.12'/ 1, 3#"s sk CSE, 2#'s sk Kolseal, 10llowed by 450 sks 50/50 Poz w/ Mixed @ 14.4 ppg, > 1.24 yld.

Good returns with 5 BBLS good cement to pit. Nipple down BOP's. Drop slips @ 90,000 # 's tension. Clean pit's & release rig @ 12:00 AM on 07-20-04.

I hereby certify Signed	that the foregoing is true	mther	Title	Drilling Foreman	Date	July 20 2004
	Floyd Mitche	11				
CC: UTAH	DOGM					
(This space for	or Federal or State office t	ise)		1		
Approved b	ру		Title		Date	
Conditions of	f approval, if any:			1.00		
CC: Utah Do	OGM					

Title 18 U.S.C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictition RECEIVED or fradulent statements or representations as to any matter within its jurisdiction.

JUL 2 1 2004

INLAND FRODUCTION COMPANT - CASING & CEMENT REPORT

			5 1/2	CASING SET	AI	61/1.12	-		
					Flt clir @	6127'			
LAST CASI	NG <u>8 5/8"</u>	SET	AT 316'		OPERATOR	₹	Inland Pro	duction Cor	mpany
DATUM _	12'/ KB					Sandwash			
DATUM TO	CUT OFF C	ASING _	12	<u> </u>	FIELD/PRO	SPECT	Monumen	t Butte	
DATUM TO	BRADENHE	AD FLANGE	<u> </u>		CONTRACT	FOR & RIG#		Patterson 1	55
TD DRILLER	6185'	Logge	r TD 6 <u>183'</u>						
HOLE SIZE	7 7/8"								
					· · ·		<u> </u>		
LOG OF CA	SING STRIN	iG:							
PIECES	OD	ITEM -	MAKE - DESCI	RIPTION	WT/FT	GRD	THREAD	CONDT	LENGTH
		Landing Jt							14
		6.11' @	9 4015' KB						
145	5 1/2"	MAV LT & C	Casing		15.5#	J-55	8rd	Α	6115.29
	<u> </u>	Float collar							0.6
1	5 1/2"	MAV LT & C			15.5#	J-55	8rd	Α	42.58
-		<u></u>	GUIDE	shoe			8rd	Α	0.65
CASING INV	ENTORY BA	AL.	FEET	JTS	TOTAL LEN	GTH OF STE	RING		6173.12
TOTAL LEN	GTH OF STF	RING	6173.12	146	LESS CUT OFF PIECE				14
LESS NON			15.25		PLUS DATUM TO T/CUT OFF CSG				12
PLUS FULL	JTS. LEFT C	TUC	85.1	2	CASING SET DEPTH 6171.				6171.12
			6242.97	148	∫ 1				
TOTAL CSG	. DEL. (W/O	THRDS)	6242.97	148	COMPARE				
TIMING		· - · · · · · · · · · · · · · · · · · ·		2nd STAGE]				
BEGIN RUN	CSG.		7/19/2004	1:00 PM	GOOD CIRC	THRU JOB		Yes	
CSG. IN HOI	_E		7/19/2004	4:30 PM	Bbls CMT CI	IRC TO SUR	FACE	5 BBLS	
BEGIN CIRC			7/19/2004	4:30 PM	RECIPROC/	ATED PIPE I	N/A	THRUSTROK	E
BEGIN PUM	P CMT		7/19/2004	6:21 PM	DID BACK P	RES. VALVE	HOLD? _	Yes	
BEGIN DSPL	CMT		7/19/2004	7:15 PM	BUMPED PL	.UG TO		2190	PSI
PLUG DOW		1	7/19/2004	7:42 PM					
CEMENT US				CEMENT CON	MPANY-	B. J.			
STAGE	# SX	<u> </u>		CEMENT TYP	E & ADDITIV	'ES	- <u> </u>		
1	300	Premlite II w	// 10% gel + 3 %	% KCL, 3#'s /s	k CSE + 2# s	k/kolseal + 1/	/2#'s/sk Cello	Flake	
		mixed @ 11	.0 ppg W / 3.43	cf/sk yield					
2	450	50/50 poz W	V/ 2% Gel + 3%	KCL, .5%EC1	,1/4# sk C.F.	2% gel. 3%	SM mixed @	14.4 ppg W/	1.24 YLD
CENTRALIZI	ER & SCRAT	TCHER PLAC	CEMENT			SHOW MAKE	E & SPACIN	G	
Centralizers	; - Middle fir	st, top seco	ond & third. The	en every third	d collar for a	total of 20.			
~									

DATE <u>7/20/2004</u>

COMPANY REPRESENTATIVE Floyd Mitchell

SUNDRY Do not use t	UNITE TATES DEPARTMENT OF THE IN BUREAU OF LAND MANAGE Y NOTICES AND REPORT This form for proposals to gell. Use Form 3160-3 (AP)	NTERIOR GEMENT RTS ON WELLS drill or to re-enter an		ON	
1. Type of Well Oil Well Gas Well	RIPLICATE CINE THE			SAND WASH U	No.
Name of Operator Inland Production Company Route 3 Box 3630 Myton, UT 84052		3b. Phone No. (include are of 435.646.3721	code)	9. API Well No. 4301332449	or Exploratory Area
4. Location of Well (Footage, Sec 2048 FSL 2031 FEL NW/SE Section 31 T8S R1		n)		Monument Butte 11. County or Paris Duchesne,UT	
12. CHECK	C APPROPRIATE BOX(ES	S) TO INIDICATE NA	TURE OF N	OTICE. OR OTI	HER DATA
TYPE OF SUBMISSION		ТҮРЕ	OF ACTION		
Notice of Intent Subsequent Report Final Abandonment Notice	Acidize Alter Casing Casing Repair Change Plans Convert to Injector	Deepen Fracture Treat New Construction Plug & Abandon Plug Back	Reclamat Recomple Temporar Water Dis	ete ily Abandon sposal	Water Shut-Off Well Integrity Other Weekly Status Report
operation results in a multiple comp	per ain (creatily sale air per interior each the horizontally, give subsurface location the Bond No. on file with BLM/BIA. Re- eletion or recompletion in a new interval larnation, have been completed, and the	ns and measured and true vertical Required subsequent reports shall?	depths of all perti- be filed within 30 ce testing has been	nent markers and zones days following complete a completed. Final Abo	. Attach the Bond under which the
the well. A cement bond to fracture treated w/ 20/40 m JSPF); #3 (5270-5278') (4 (4597-4606') (4 JSPF); #7 flowed back through choke to PBTD @ 6129'. Zones w	n procedures initiated in the grass run and a total of sevents sand. Perf intervals we JSPF) [not fraced]; #4 (50-(4442-4452') (4 JSPF). Cons. A service rig was moved were swab tested for sand of 5673'. A new 1 1/2" bore	ven Green River interval ere #1 (5494-5514') (4 J 46-5053') (4 JSPF); #5 (mposite flow-through fra d on well on 8/4/04. Brid cleanup. A BHA & produ	s were perfo SPF); #2 (53 (4936-4940'), ic plugs were ge plugs were uction the stri	rated and six we 62-5376'), (5346 (4871-4881') (A used between s e drilled out. W	ere hydraulically 6-5356') (All 4 ALL 4 JSPF); #6 stages. Fracs were ell was cleaned out
					RECEIVE
					RECEIVEL AUG 1 9 2004

DIV. OF OIL, GAS & MINING

I hereby certify that the foregoing is true and correct Name (Printed/ Typed)		Title			
Marnie Bryson	Production Clerk				
Signature Marvie Bruson	Date 8/18/200	4			
JACOB DE LA COMPANSION	Derage (PRSTAULOFI	(6)0(SIS)5(S)		
Approved by		Title		Date	
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.		Office		Date	
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any States any false. fictitious and fraudulent statements or representations as to any matter.	person knowi	ngly and willfully to mal	ke to any department	or agency of the United	

SUBMIT IN I

(See otner in-

OMB NO. 1004-0137

CATE* FORM APPROVED

UNITED STATES 013

DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

structions ons Expires: February 28, 1995 reverse side) 5. LEASE DESIGNATION AND SERIAL NO.

		DOIL	-AU OI LAN	DIVIANAGEN	LIV I			UIU	1-74809
WELL C	OMP	LETION	OR RECO	MPLETION	REPORT A	ND LOG	6. IF INDIA		E OR TRIBE NAME
1a. TYPE OF WORK								REEMENT N	NA
		OiL Well	X GAS		011-		7. UNIT AU		
1b. TYPE OF WELL		WELL	WEI WEI	L L	Other			Sanuv	vash Unit
,							8. FARM O	R LEASE NAM	ME, WELL NO.
	WORK OVER	DEEPEN	PLU	1 1 1					
WELL OVER BACK RESVR. Other Sandwash Federal 10-3 2. NAME OF OPERATOR 9. WELL NO.					derai 10-311-8-17				
	INLAND RESOURCES INC. 43-013-32449							3-32449	
3. ADDRESS AND TELEPHO	ONE NO.						10. FIELD A	ND POOL OR	
				00 Denver, CO				Monum	nent Butte
4. LOCATION OF WELL At Surface	(Report lo	cations clearly a 2043	nd in accordance wit R' FSL & 2031' F	h any State requiremen EL (NW SE) Sec.	ts.*) 31 TRS D17E		11. SEC., T., OR AREA		LOCK AND SURVEY
At top prod. Interval repor	ted below	2011	3 1 GE & 2001 1	LL (1444 OL) 066.	31, 103, 1772		i		T8S, R17E
-, ,								060. 31,	103, 1472
At total depth			14. API N	iO.	DATE ISSUED)	12. COUNTY	OR PARISH	13. STATE
			4	3-013-32449	4/	14/2003		chesne	UT
		D. REACHED		L. (Ready to prod.)	18. ELEVATIONS (_	19. ELEV. CASINGHEAD
7/6/2004 20. TOTAL DEPTH, MD & T		19/2004	CK T.D., MD & TVD	16/2004 22. IF MULTIP	5329		5341' K	<u>.R</u>	<u> </u>
20. 1011	••	21. 1 200 57	CK I.D., MD & IVD	HOW MAN	•	23. INTERVALS DRILLED BY	ROTARY TOOLS		CABLE TOOLS
6185'			6129'			>	X		
24. PRODUCING INTERVAL	L(S), OF THI	S COMPLETION	TOP, BOTTOM, NAM	ME (MD AND TVD)*		•			25. WAS DIRECTIONAL
			Gree	n River 4442'	-5514'				SURVEY MADE
									No
X TYPE ELECTRIC AND O Dual Induction G	THER LOG	S RUN SP Compe	eneated Dene	ity Compensa	ted Neutron C	SP Colinor	Comont Bond	Loa	27. WAS WELL CORED
23.	dara, c	, compe	CA	SING RECORD (Rep	ort all strings set in a	well)	Cement Bond	Log	No
CASING SIZE/GRA		WEIGHT	, LB./FT. D	EPTH SET (MD)	HOLE SIZE		MENT, CEMENTING RE	CORD	. AMOUNT PULLED
8-5/8" - J-5		24	··· - · · · ·	321'	12-1/4"		with 150 sx Class		
5-1/2" - J-5	55	15.	5#	6171'	7-7/8"	300 sx Prem	lite II and 450 sx 5	0/50 Poz	
29.		TIN	ED DECORD						<u> </u>
SIZE	TO	P (MD)	BOTTOM (MD)	SACKS CEMENT	SCREEN (MD)	30. SIZE	TUBING RI DEPTH SET (I		PACKER SET (MD)
					John J. (M.D)	2-7/8"	EOT @		TA @
							5673		5471'
31. PERFORATION RECOR		, size and number	•	CDDAIL CO	32.	ACID, SHOT	FRACTURE, CEME		
INTE		5494'-5514'	<u>SIZE</u> .41"	<u>SPF/NUMBER</u> 4/80	8 DEPTH INTE				MATERIAL USED
(A:	<u> </u>	66', 5362-76'	.41"	4/96	5346'-				and in 595 bbls fluid.
		5270-5278	.41"	4/32	5270-			Left Un-fra	
		5046'-5053'	.41"	4/28	5046'-				and in 229 bbls fluid.
(D1,2) 4		4871-4881'	.41"	4/56	4871-				and in 477 bbls fluid.
		4597-4606'	.41"	4/36	4597'-				and in 292 bbls fluid.
		4442-4452'	.41"	4/40	4442'-				and in 360 bbls fluid.
						1,02		. 20, 10 00	ind in coo obio haid.
33.*				PRODU	CTION				
DATE FIRST PRODUCTION 8/16/2004	1	PRODUCTIO	N METHOD (Flowing,	gas lift, pumpingsize and	type of pump)			1	ATUS (Producing or shut-in) RODUCING
DATE OF TEST	HC	OURS TESTED	CHOKE SIZE	PROD'N FOR C	OILBBLS.	GASMCF.	WATERBBL		GAS-OIL RATIO
10 day ave	ļ			>	73	181	9		2479
LOW, TUBING PRESS.	CA	SING PRESSURE		OIL-BBL.	GASMCF.		WATER-BBL.	OIL GRAVIT	Y-API (CORR.)
			24-HOUR RATE) * 	RECE	IVED		
4. DISPOSITION OF GAS (S	ald made	Sual money	>			11201		<u>L</u>	
4. DISPOSITION OF GAS (5	ом, изеа юг	ruei, vented, etc.)	Sold & Use	d for Fuel		SEP 2	3 2004	SSED BY	
5. LIST OF ATTACHMENT:	s					<u> </u>	<u> </u>		
		<i></i>	1			HV OF OIL C	AS & MINING		
6. I hereby certify that the	gregoing.	und attached info	rmation is complete	and correct as determin	ned from all available r	ecords	UO & MIMING		
SIGNED	m	S XX	gun_	TITLE_		eering Tech	nician	DATE	9/17/2004
Впап Нап	ris								BDH

overies); FORMATION	ТОР	воттом	DESCRIPTION, CONTENTS, ETC.		то	p
			NAME	10	TRUE	
					MEAS. DEPTH	VERT. DEPT
			Well Name	Garden Gulch Mkr	3873'	
			Sandwash Federal 10-31T-8-17	Garden Gulch 1	4070'	
				Garden Gulch 2	4186'	
				Point 3 Mkr		
				X Mkr	4691'	
				Y-Mkr	4726'	
				Douglas Creek Mkr	4852'	
				BiCarbonate Mkr	5084'	
				B Limestone Mkr	5202'	
				Castle Peak	5716'	ĺ
				Basal Carbonate	6138'	
				Total Depth (LOGGERS	6185'	
•						
		.				
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		4				
		ļ				
				1		

September 17, 2004

State of Utah, Division of Oil, Gas and Mining Attn: Ms. Carol Daniels P.O. Box 145801 Salt Lake City, Utah 84114-5801

Attn: Ms. Carol Daniels

Ashley Federal 14-2-9-15 (43-013-32578)

Duchesne County, Utah

Sandwash Federal 10-31T-8-17 (43-013-32449) Duchesne County, Utah

Blackjack Federal 12-10-9-17 (43-013-32505) Duchesne County, Utah

Dear Ms. Carol Daniels

Enclosed is a Well Completion or Recompletion Report and Log form (Form 3160-4). We are no longer sending Log copies since Pat Grissom of Phoenix Surveys is already doing so.

If you should have any questions, please contact me at (303) 382-4449.

Sincerely,

Brian Harris Engineering Tech

Enclosures

cc: Bureau of Land Management

Vernal District Office, Division of Minerals

Attn: Edwin I. Forsman 170 South 500 East Vernal, Utah 84078

Well File – Denver Well File – Roosevelt Patsy Barreau/Denver Bob Jewett/Denver Matt Richmond/Roosevelt RECEIVED
SEP 23 134

DIV. OF OIL, CAS & MINING



United States Department of the Interior



BUREAU OF LAND MANAGEMENT Utah State Office P.O. Box 45155 Salt Lake City, UT 84145-0155 http://www.blm.gov

IN REPLY REFER TO: 3106 (UT-924)

September 16, 2004

Memorandum

To:

Vernal Field Office

From:

Acting Chief, Branch of Fluid Minerals

Subject:

Merger Approval

Attached is an approved copy of the name change recognized by the Utah State Office. We have updated our records to reflect the merger from Inland Production Company into Newfield Production Company on September 2, 2004.

Milas Llouters

Michael Coulthard Acting Chief, Branch of Fluid Minerals

Enclosure

1. State of Texas Certificate of Registration

cc:

MMS, Reference Data Branch, James Sykes, PO Box 25165, Denver CO 80225 State of Utah, DOGM, Attn: Earlene Russell, PO Box 145801, SLC UT 84114 Teresa Thompson

Joe Incardine
Connie Seare

Tipo de de



Office of the Secretary of State

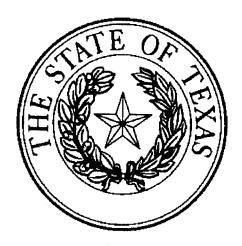
The undersigned, as Secretary of State of Texas, does hereby certify that the attached is a true and correct copy of each document on file in this office as described below:

Newfield Production Company Filing Number: 41530400

Articles of Amendment

September 02, 2004

In testimony whereof, I have hereunto signed my name officially and caused to be impressed hereon the Seal of State at my office in Austin, Texas on September 10, 2004.





Secretary of State

ARTICLES OF AMENDMENT TO THE ARTICLES OF INCORPORATION OF INLAND PRODUCTION COMPANY

In the Office of the Secretary of State of Texas

SEP 02 2004

Corporations Section

Pursuant to the provisions of Article 4.04 of the Texas Business Corporation Act (the "TBCA"), the undersigned corporation adopts the following articles of amendment to the articles of incorporation:

ARTICLE 1 - Name

The name of the corporation is Inland Production Company.

ARTICLE 2 - Amended Name

The following amendment to the Articles of Incorporation was approved by the Board of Directors and adopted by the shareholders of the corporation on August 27, 2004.

The amendment alters or changes Article One of the Articles of Incorporation to change the name of the corporation so that, as amended, Article One shall read in its entirety as follows:

"ARTICLE ONE - The name of the corporation is Newfield Production Company."

ARTICLE 3 - Effective Date of Filing

This document will become effective upon filing.

The holder of all of the shares outstanding and entitled to vote on said amendment has signed a consent in writing pursuant to Article 9.10 of the TBCA, adopting said amendment, and any written notice required has been given.

IN WITNESS WHEREOF, the undersigned corporation has executed these Articles of Amendment as of the 1st day of September, 2004.

INLAND RESOURCES INC.

By: Susan G. Riggs, Treasurer

		* * * * * * * * * * * * * * * * * * *			
UTSL-	15855	61052	73088	76561	
071572A	16535	62848	73089	76787	
065914	16539	63073B	73520A	76808	
."	16544	63073D	74108	76813	
	17036	63073E	74805	76954	63073X
	17424	63073O	74806	76956	63098A
	18048	64917	74807	77233	68528A
UTU-	18399	64379	74808	77234	72086A
	19267	64380	74389	77235	72613A
02458	26026A	64381	74390	77337	73520X
03563	30096	64805	74391	77338	74477X
03563A	30103	64806	74392	77339	75023X
04493	31260	64917	74393	77357	76189X
05843	33992	65207	74398	77359	76331X
07978	34173	65210	74399	77365	76788X
09803	34346	65635	74400	77369	70788X 77098X
017439B	36442	65967	74404	77370	77107X
017985	36846	65969	74405	77546	77107X 77236X
017991	38411	65970	74406	77553·	77230X 77376X
017992	38428	66184	74411	77554	78560X
018073	38429	66185	74805	78022	78300X 79485X
019222	38431	66191	74806	79013·	79641X
020252	39713	67168	74826	79014	80207X
020252A	39714	67170	74827	79015	81307X
020254	40026	67208	74835	79016	01307A
020255	40652	67549	74868	79017	
020309D	40894	67586	74869	79831	
022684A	41377	67845	74870	79832	
027345	44210	68105	74872	79833 [,]	
034217A	44426	68548	74970	79831	
035521	44430	68618	75036	79834	
035521A	45431	69060	75037	80450	
038797	47171	69061	75038	80915	
058149	49092	69744	75039	81000	
063597A	49430	70821	75075	01000	
075174	49950	72103	75078		e e
096547	50376	72104	75089		
096550	50385	72105	75090		
	50376	72106	75234		
	50750	72107	75238		
10760	51081	72108	76239	•	
11385	52013	73086	76240		
13905	52018	73087	76241		
15392	58546	73807	76560		
		· · · · · · · · · · · · · · · · · · ·	. 00 00		

Division of Oil, Gas and Mining

OPERATOR CHANGE WORKSHEET

014

Change of Operator (Well Sold)

ROUTING

1. GLH

2. CDW 3. FILE

Designation of Agent/Operator

X Operator Name Change

Merger

The operator of the well(s) listed below has changed, effective:				9/1/2004				7	
· · · · · · · · · · · · · · · · · · ·				TO: (New Operator): N2695-Newfield Production Company Route 3 Box 3630					
Myton, UT 84052					UT 84052				
Phone: 1-(435) 646-3721			:	Phone: 1-(435)	646-3721				
CA N	0.			Unit:	SAI	ND WASH	(GREEN	RIVER)	\Box
WELL(S)									
NAME	SEC	TWN	RNG	API NO	ENTITY NO	LEASE TYPE	WELL TYPE	WELL STATUS	
SAND WASH FED 11-19-8-17	19			4301332374	12308	Federal	OW	DRL	K
SAND WASH FED 12-19-8-17	19			4301332375		Federal	OW	APD	□ĸ
SAND WASH FED 14-19-8-17	19	080S	170E	4301332376	12308	Federal	ow	DRL	□ĸ
TAR SANDS FED 13-29	29	080S	170E	4301331925	12308	Federal	WI	Α	1
TAR SANDS FED 8-30	30	080S	170E	4301331870	12308	Federal	OW	P	7
TAR SANDS FED 9-30	30	080S	170E	4301331873	12308	Federal	WI	Α	
TAR SANDS FED 15-30	30	080S	170E	4301331874	12308	Federal	WI	A	7
TAR SANDS FED 1-30	30	080S	170E	4301331898	12308	Federal	WI	A	٦
TAR SANDS FED 2-31	31	080S	170E	4301331866	12308	Federal	OW	P	7
SAND WASH FED 14-31-8-17	31	080S	170E	4301332443		Federal	OW	APD	Tк
SAND WASH FED 11-31-8-17	31	080S	170E	4301332444	12308	Federal	ow	P	Πĸ
SAND WASH FED 13-31-8-17	31	080S	170E	4301332445		Federal	OW	APD	٦κ
SAND WASH FED 12-31-8-17	31	080S	170E	4301332446	12308	Federal	OW	P	K
SAND WASH FED 15-31-8-17	31	080S	170E	4301332448		Federal	OW	APD	K
SAND WASH FED 10-31T-8-17	31	080S	170E	4301332449	12308	Federal	OW	P]ĸ
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									7
]
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									\dashv

OPERATOR CHANGES DOCUMENTATION

Enter date after each listed item is completed

1. (R649-8-10) Sundry or legal documentation was received from the FORMER operator on: 9/15/2004

2. (R649-8-10) Sundry or legal documentation was received from the NEW operator on: 9/15/2004

3. The new company was checked on the Department of Commerce, Division of Corporations Database on: 2/23/2005

4. Is the new operator registered in the State of Utah: YES Business Number: 755627-0143

5. If NO, the operator was contacted contacted on:

6b. Insp	pections of LA PA state/fee well sites complete on:	waived			
7 F				···- <u>-</u>	
	deral and Indian Lease Wells: The BLM and or the perator change for all wells listed on Federal or Indian lease		byed the mer	ger, name BIA	-
	deral and Indian Units: the BLM or BIA has approved the successor of unit operator	for wells listed on:	-	n/a	,
	deral and Indian Communization Agreements he BLM or BIA has approved the operator for all wells lister	•		na/	
	Underground Injection Control ("UIC") The Dect, for the enhanced/secondary recovery unit/project for the	Division has approv water disposal wel			of Authority to /2005
DATA	ENTRY:				
1. Cha	nges entered in the Oil and Gas Database on:	2/28/2005			
2. Cha	nges have been entered on the Monthly Operator Change	Spread Sheet on:	_2/2	8/2005	
3. Bon	nd information entered in RBDMS on:	2/28/2005			
4. Fee/	State wells attached to bond in RBDMS on:	2/28/2005			
5. Inje	ction Projects to new operator in RBDMS on:	2/28/2005			
6. Rec	eipt of Acceptance of Drilling Procedures for APD/New on:		waived		
FEDE	RAL WELL(S) BOND VERIFICATION:				
1. Fed	eral well(s) covered by Bond Number:	<u>UT 0056</u>			
	AN WELL(S) BOND VERIFICATION: ian well(s) covered by Bond Number:	61BSBDH2912			
	STATE WELL(S) BOND VERIFICATION: 49-3-1) The NEW operator of any fee well(s) listed covered	by Bond Number	61BS	BDH2919	
	FORMER operator has requested a release of liability from Division sent response by letter on:	their bond on:	n/a*	···	
3. (R64	E INTEREST OWNER NOTIFICATION: 9-2-10) The FORMER operator of the fee wells has been cheir responsibility to notify all interest owners of this change		ned by a letter	from the Div	ision
COMM	ENTS:				
	ider changed operator name from Inland Production Compa	ny to Newfield Prod	duction Comp	any - receive	d 2/23/05

IN PLACE

ба. (R649-9-2)Waste Management Plan has been received on:

FCRM 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0137 Expires: July 31,2010

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.

USA UTU-74869
6. If Indian, Allottee or Tribe Name.

Lease Serial No.

	-	
SUBMIT IN TRIPLICATE - Other I	7. If Unit or CA/Agreement, Name and/or	
1. Type of Well Cas Well Other	GMBU 8. Well Name and No.	
2. Name of Operator NEWFIELD PRODUCTION COMPANY	SANDWASH FEDERAL 10-31T-8-17	
3a. Address Route 3 Box 3630	3b. Phone (include are code)	-9. API Well No. 4301332449
Myton, UT 84052 4. Location of Well (Footage, Sec., T., R., M., or Survey Descrip	435.646.3721 tion)	10. Field and Pool, or Exploratory Area GREATER MB UNIT
2048 FSL 2031 FEL	11. County or Parish, State	
NWSE Section 31 T8S R17E	DUCHESNE, UT	
12. CHECK APPROPRIATE BOX(E	S) TO INIDICATE NATURE OF N	OTICE, OR OTHER DATA

TYPE OF SUBMISSION	THE ROLLING BOX	TYPE OF ACTION				
	☐ Acidize					
Notice of Intent	Actuize Alter Casing	Deepen Fracture Treat	☐ Production (Start/Resume) ☐ Reclamation	■ Water Shut-Off■ Well Integrity		
Subsequent Report	Casing Repair	New Construction	Recomplete	Other		
Final Abandonment	Change Plans Convert to Injector	Plug & Abandon Plug Back	Temporarily Abandon Water Disposal			

Newfield Production proposes to convert the above mentioned well from a producing oil well to an injection well.

Accepted by the Utah Division of Oil, Gas and Mining FOR RECORD ONLY

I hereby certify that the foregoing is true and	Title		
COTTECT (Printed/ Typed)	Regulatory Analyst		
Signature	Date 04/27/2010		
THIS SPACE	FOR FEDERAL OR STATE OFFIC	E USE	
Approved by	Title	Date	
Conditions of approval, if any, are attached. Approval of this notice does certify that the applicant holds legal or equitable title to those rights in the which would entitle the applicant to conduct operations thereon.			

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious and fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

MAY 1 8 2010

^{13.} Describe Proposed or Completed Operation: (Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)



UNITED STATES ENVIRONMENTAL PROTECTION AGENCY REGION 8

1595 Wynkoop Street DENVER, CO 80202-1129 Phone 800-227-8917

http://www.epa.gov/region08

JUL 0 6 2010

Ref: 8P-W-GW

<u>CERTIFIED MAIL</u> <u>RETURN RECEIPT REQUESTED</u>

Mr. Eric Sundberg Regulatory Analyst Newfield Production Company 1001 Seventeenth Street – Suite 2000 Denver, CO 80202 Accepted by the Utah Division of Oil, Gas and Mining

FOR RECORD ONLY

RE: Underground Injection Control (UIC)
Additional Well to Sand Wash Area Permit
EPA UIC Permit UT20847-08790

Well: Sand Wash Federal 10-31T-8-17

NWSE Sec. 31 T8S-R17E Duchesne County, Utah API No.: 43-013-32449

Dear Mr. Sundberg:

The Environmental Protection Agency Region 8 (EPA) hereby authorizes Newfield Production Company (Newfield) to convert the oil well Sand Wash Federal 10-31T-8-17 to an enhanced recovery injection well according to the terms and conditions of the enclosed Authorization for Additional Well. The addition of this injection well, within the exterior boundary of the Uintah & Ouray Indian Reservation, is being made under the authority of 40 CFR §144.33 (c) and terms of the Sand Wash Area Permit UT20847-00000 and subsequent modifications.

Please be aware that Newfield does not have authorization to begin well injection until all Prior to Commencing Injection requirements are met and written authorization to inject is given by the Director. Prior to receiving authorization to inject, Newfield must submit for review and approval (1) the results of a Part I (internal) Mechanical Integrity test, (2) a pore pressure calculation of the injection interval, and (3) a completed EPA Form No. 7520-12 (Well Rework Record) with a new schematic diagram.

RECEIVED
JUL 1 4 2010

DIV. OF OIL, GAS & MINING

If you have any questions, please call Tom Aalto at (303) 312-6949 or 1-(800)-227-8917 (Ext. 312-6949). Please submit the required data to Jason Deardorff at the letterhead address citing mail code 8P-W-GW.

Sincerely,

Stephen S. Tuber

Assistant Regional Administrator

Office of Partnerships and Regulatory Assistance

Enclosures:

Authorization for Additional Well

EPA-Annotated Wellbore and P&A Diagrams

cc Letter Only:

Uintah & Ouray Business Committee:

Curtis Cesspooch, Chairman Stewart Pike, Councilman Irene Cuch, Vice-Chairwoman Phillip Chimburas, Councilman Frances Poowegup, Councilwoman Richard Jenks, Councilman

Daniel Picard BIA - Uintah & Ouray Indian Agency

cc All Enclosures:

Ferron Secakuku Director, Natural Resources Ute Indian Tribe

Manual Myore Director of Energy & Minerals Dept. Ute Indian Tribe

Gil Hunt Associate Director Utah Division of Oil, Gas, and Mining Fluid Minerals Engineering Office BLM - Vernal Office

Michael Guinn District Manager Newfield Production Company Myton, Utah



UNITED STATES ENVIRONMENTAL PROTECTION AGENCY

REGION 8 1595 WYNKOOP STREET **DENVER, CO 80202-1129** Phone 800-227-8917 http://www.epa.gov/region08

AUTHORIZATION FOR ADDITIONAL WELL

UIC Area Permit UT20847-00000

The Sand Wash Final Underground Injection Control (UIC) Area Permit UT20847-00000, effective May 26, 1998, authorizes injection for the purpose of enhanced oil recovery in the Sand Wash Unit. On April 29, 2010, Newfield Production Company notified the Director concerning the following additional enhanced recovery injection well:

Well Name:

EPA Permit ID Number:

Location:

Sand Wash Federal 10-31T-8-17

UT20847-08790

2,048' FSL & 2,031' FEL

SENE Sec. 31 T8S-R17E Duchesne County, Utah API #43-013-32449

Pursuant to 40 CFR §144.33, Area UIC Permit UT20847-00000 authorizes the permittee to construct and operate, convert, or plug and abandon additional enhanced recovery injection wells within the area permit. This well was determined to satisfy additional well criteria required by the permit.

This well is subject to all provisions of UIC Area Permit UT20847-00000, as modified and as specified in the Injection Well-Specific Requirements detailed below. This Authorization shall expire one year after the Effective Date unless the permittee has converted the well to injection or submits a written request to extend this Authorization prior to the expiration date.

This Authorization is effective upon signature.

JUL 0 6 2010

Stephen S. Tuber

*Assistant Regional Administrator

Office of Partnerships and Regulatory Assistance

* The person holding this title is referred to as the Director throughout the permit and Authorization

INJECTION WELL-SPECIFIC REQUIREMENTS

Well Name: Sand Wash Federal (SWF) 10-31T-8-17 EPA Well ID Number: UT20847-08790

Prior to Commencing Injection Operations, the permittee shall submit the following information:

- 1. Completed Well Rework Record (EPA Form No. 7520-12) and schematic diagram;
- 2. Pore pressure calculation of the proposed injection zone; and
- 3. Results from a successful part I (internal) Mechanical Integrity test.

Once these records are received and approved by EPA, the Director will provide written authorization to inject.

Approved Injection Zone: The approved injection zone for this well is from the top of Green River Formation, Garden Gulch 2 Member, to the top of the Wasatch Formation. The approved injection zone depth interval for this well is: 4,186 ft. -6,258 ft.

Note: All depths given in this authorization reference the Kelly Bushing datum unless otherwise specified.

<u>Maximum Allowable Injection Pressure (MAIP):</u> The initial MAIP for this well is <u>815</u> psig. The initial MAIP is based on the following calculation:

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MAIP = [FG - (0.433)(SG)] * D, where FG = 0.623 \text{ psi/ft.} SG = 1.015 D = 4,442 \text{ ft.} (top perforation depth) Initial MAIP = 815 psig
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FG = Fracture Gradient SG = Specific Gravity of Injectate (Maximum)

The UIC Area Permit provides the opportunity for the permittee to request a change of the initial MAIP based upon the submitted results of a step rate test that demonstrates the formation parting pressure.

Well Construction: Casing and Cementing: The well was constructed in compliance with existing regulatory controls for casing and cementing pursuant to 40 CFR § 146.22(c). Cementing records, including the cement bond log, have satisfactorily demonstrated the presence of adequate cement to prevent the migration of injection fluids behind the casing from the injection zone. An EPA-annotated wellbore diagram is attached.

Well Construction: Tubing and Packer: 2-7/8" or similar size injection tubing is approved. The packer shall be set at a depth no more than 100 ft. above the top perforation.

Demonstration of Mechanical Integrity:

- (1) A successful demonstration of Part I (internal) mechanical integrity using a Casing-Tubing Annulus Pressure Test is required prior to injection, and no less than every five years after the last successful test.
- (2) EPA reviewed the cementing records and determined the cement will provide an effective barrier to significant upward movement of fluids through vertical channels adjacent to the well bore pursuant to 40 CFR §146.8 (a)(2). Therefore, further demonstration of Part II (external) Mechanical Integrity is not required at this time.

Demonstration of Financial Responsibility: The applicant demonstrated financial responsibility by a Financial Statement in the amount of \$59,344 on May 10, 2010 (original estimate date of May 16, 2008), which has been approved by EPA. The Director may revise the amount required, and may require the Permittee to obtain and provide updated estimates of costs for plugging the well according to the approved Plugging and Abandonment Plan.

Plugging and Abandonment: The well shall be plugged in a manner that isolates the injection zone and prevents movement of fluids into or between Underground Sources of Drinking Water (USDW). Tubing, packers, and any downhole apparatus shall be removed. Class A, C, G, and H cements, with additives such as accelerators and retarders that control or enhance cement properties, may be used for plugs; however, volume extending additives and gel cements are not approved for plug use. Plug placement shall be verified by tagging. Plugging gel of at least 9.2 lb/gal shall be placed between all plugs. A minimum 50 ft. surface plug shall be set inside and outside of the surface casing to seal pathways for fluid migration into the subsurface. Within sixty (60) days after plugging the owner or operator shall submit Plugging Record (EPA Form 7520-13) to the Director. The Plugging Record must be certified as accurate and complete by the person responsible for the plugging operation. At a minimum, the following plugs are required:

- Plug No. 1: Set a cast iron bridge plug (CIBP) 50 ft. above the top injection zone perforations (at the time of this authorization, the top perforation is at 4,442 ft.). Set 100 ft. cement plug on top of the CIBP.
- Plug No. 2: Perforate and squeeze cement up the backside of the 5-1/2" casing across the Trona /Bird's Nest interval and the Mahogany Bench oil shale in a 172-foot cement plug from 2,998 ft. to 3,170 ft. unless pre-existing backside cement precludes cement-squeezing this interval. Set a 172-foot cement plug inside the 5-1/2" casing from 2,998 ft. to 3,170 ft.
- Plug No. 3: Perforate and squeeze cement up the backside of the 5-1/2" casing across the contact between the Uinta Formation and Green River Formation at 1,618 ft., in a 120-foot cement plug from 1,558 ft. to 1,678 ft., unless pre-existing backside cement precludes cement-squeezing this interval. Set a minimum 120-foot cement plug inside the 5-1/2" casing from 1,558 ft. to 1,678 ft.

Plug No. 4: Perforate 5-1/2" casing at 391 ft. and squeeze cement up the 5-1/2"x 8-5/8" casing annulus to the surface, unless pre-existing backside cement precludes cement-squeezing this interval. Set a cement plug within the 5-1/2" casing from a depth of 391 ft. to the surface.

An EPA-annotated wellbore Plugging and Abandonment Plan diagram is attached.

INJECTION WELL-SPECIFIC CONSIDERATIONS

Well Name: Sand Wash Federal (SWF) 10-31T-8-17 EPA Well ID Number: UT20847-08790

<u>Underground Sources of Drinking Water (USDWs)</u>: USDWs in the Greater Boundary Unit generally occur within the Uinta Formation. According to "Base of Moderately Saline Ground Water in the Uinta Basin, Utah, State of Utah Technical Publication No. 92," the base of moderately saline ground water may be found at approximately 341 ft. in this well.

<u>Utah Division of Water Rights Information</u>: According to the state website, http://utstnrwrt6.waterrights.utah.gov/cgi-bin/wrplat.exe, there are no known reservoirs, streams, domestic or agricultural water wells within one-quarter (1/4) mile of the well.

Composition of Source, Formation, and Injectate Water: The Total Dissolved Solids (TDS) content of water produced from the injection zone in the Green River Formation was determined to be 8,501 mg/l on November 20, 2009. Due to nearby injection activities of relatively fresh water for the purpose of enhanced oil recovery, this TDS value is likely not be representative of the original TDS content of formation waters at or near this well.

The TDS content of injectate was determined to be 7,933 mg/l on January 5, 2010. The injectate is water from the Jonah Injection Facility and consists of culinary water from the Johnson Water District blended with produced Green River Formation water.

Aquifer Exemption: The TDS of water produced from the proposed injection well is less than 10,000 mg/l. However, EPA has evaluated additional data and information and has concluded that the original Green River formation water was saline prior to enhanced oil recovery water flooding. The weight of evidence supports the conclusion that the occasional water sample from this area showing less than 10,000 mg/l is not representative of original Green River formation water, and is attributed to injection of relatively freshwater during enhanced oil recovery operations. Because this freshening effect from water flood operations is considered by EPA to be a temporary, artificial condition, an aquifer exemption is not required for this proposed injection well.

Confining Zone: The UIC Area Permit established Areal Confining Zone (ACZ) (also known as the Administrative Confining Zone) directly overlies the Garden Gulch Member of the Green River Formation and is found between 3,680 ft. and 3,873 ft. in this well. However, the cement records show an insufficient interval of adequate cement (80% cement bond index) behind casing across this interval. Therefore, the ACZ is not planned to be used as the confining zone for this well. To avoid the risks associated with cement-squeezing, two alternative Garden Gulch Member confining zones (below the ACZ) have been identified as follows:

Shale "A": 4,387 ft. to 4,070 ft. There is not a sufficient interval of adequate cement across Shale "A" according to CBL analysis. Therefore, Shale "A" is not planned to be used as the confining zone in this well.

Authorization for Additional Well: UIC Area Permit UT20847-00000 Well: Sand Wash Federal 10-31T-8-17 EPA Well ID: UT20847-08790

Shale "B": 4,100 ft. to 4,186 ft. Shale "B" is approximately 86 ft. in thickness. There is 40-feet of adequate cement (80 percent or greater cement bond index) across Shale "B" in the interval 4,146 ft. – 4,186 ft. Also, the Permittee indicated in the permit application that the base of Shale "B" (top of the Garden Gulch #2) be used as the bottom of the confining zone (top of proposed injection zone). EPA is in agreement with that proposal as it represents a more conservative approach in this case. Therefore, EPA has determined that Shale "B" is the alternate confining zone for this well.

Injection Zone: The injection zone for this well is in the Green River Formation from the top of Garden Gulch 2 (base of Shale "B") at 4,186 ft., to the top of the Wasatch Formation at an estimated depth of approximately 6,258 ft. Due to the change in the designated confining zone, the injection zone has been limited to an interval from the base of Shale "B", at a depth of 4,186 ft. (top of Garden Gulch 2) to the top of the Wasatch Formation, at an estimated depth of approximately 6,258 ft. The Permittee proposed in the permit application that the injection zone (interval) be lowered to the top of the Garden Gulch #2 (the base of Shale "B") at a depth of 4,186 ft. for this well. EPA is in agreement with that proposal as it represents a more conservative approach in this case. Also, this clarifies that the top of the Wasatch Formation at 6,258 ft. (not a depth of 6,185 ft. as cited in the permit application) is used as the bottom of the injection zone. The top of the Wasatch Formation was estimated using an estimated thickness of the Basal Carbonate (at 6,138 ft.) of 120 ft. The injection zone at this well location consists of approximately 2,072 ft. of multiple lenticular sand units interbedded with shale, marlstone and limestone from the base of Formation tops are either submitted by the operator or are based on correlations to the Newfield Monument Butte Type Log.

<u>Well Construction:</u> The Cement Bond Log (CBL) for this well does shows 40-feet if adequate cement (80 percent or greater cement bond index) in the confining zone (Shale "B"). EPA Region 8 guidance calls for at least 18-feet of adequate cement through the confining zone. A further demonstration that well cement is adequate to prevent significant migration of injection fluids behind casing is therefore not required.

<u>Surface Casing:</u> 8-5/8" casing is set at 321 ft. in a 12-1/4" hole, using 150 sacks of Class "G" Cement, cemented to the surface.

<u>Longstring Casing:</u> 5-1/2" casing is set at 6,171 ft. in a 7-7/8" hole secured with 300 sacks of Prem. Lite II cement and 450 sacks of 50/50 Poz mix cement. Plugged back total depth is 6,129 ft. Cement Bond Log (CBL) shows top of cement is at 96 ft.

<u>Perforations:</u> Top perforation: 4,442 ft. Bottom perforation: 5,514 ft.

Additional information concerning the well may be found on the state website: http://oilgas.ogm.utah.gov/

<u>Basis for Initial MAIP Calculation</u>: The initial MAIP was calculated by EPA using the following input values for the fracture gradient and injectate specific gravity:

<u>Fracture Gradient</u>: A fracture gradient value of 0.623 psi/ft. was selected by EPA because it is the most conservative fracture gradient calculated for this well and for other nearby wells.

<u>Specific Gravity</u>: An injectate specific gravity value of 1.015 was selected by EPA because this value is the maximum expected specific gravity of injectate for this well.

<u>Well Plugging and Abandonment</u>: As discussed in the EPA Region 8 guidance, wells should be plugged and abandoned in a manner to prevent migration of fluids in the wellbore into or between USDWs. The four (4) cement plugs required for this well are as follows:

Plug No. 1 is required to prevent migration of fluids out of the injection zone. It is believed that there are no USDWs below Plug No. 1.

Plug No. 2 is required because the interval of the Green River Formation, containing the Bird's Nest and Trona Members, is reported to contain USDWs in places in the Uinta Basin, and the Mahogany Bench Member is an oil shale resource that is also being protected under U.S. Bureau of Land Management (BLM) requirements. [Note: Based on Cement Bond Log (CBL), EPA determined that the top of the Trona is at 3,048 ft. in this well.]

Plug No. 3 is required across the Uinta Formation/Green River Formation contact to prevent flow between USDWs.

Plug No. 4 is required to prevent fluids from migrating from the surface or from below into shallow USDWs.

AREA OF REVIEW (AOR) WELL REQUIREMENTS

The following seven (7) Sand Wash Federal (SWF) and Tar Sands Federal (TSF) AOR wells that penetrate the area confining zone within or proximate to a one-quarter (1/4) mile radius around the SWF 10-31T-8-17 well were evaluated to determine if any corrective action is necessary to prevent fluid movement into USDWs:

AOR Well	API Number	Location
SWF M-31-8-17	43-013-34031	SENW 31 T8S, R17E
TSF 7-31-8-17	43-013-31684	SWNE 31 T8S, R17E
SWF 11-31-8-17	43-013-32444	NESW 31 T8S, R17E
SWF 15-31-8-17	43-013-32448	SWSE 31 T8S, R17E
TSF 9-31-8-17	43-013-31616	NESE 31 T8S, R17E
SWF L-31-8-17	43-013-33761	NESE 31 T8S, R17E

Authorization for Additional Well: UIC Area Permit UT20847-00000 Well: Sand Wash Federal 10-31T-8-17 EPA Well ID: UT20847-08790

The permit application listed the SWF 14-31-8-17 well as being in the AOR. However, as shown on the AOR map, that well is located outside the AOR. Therefore, EPA did not include that well as an AOR well. Also, the TSF 31-1-8-17 well was not included in the permit application but was subsequently added to the AOR wells list by EPA.

No Corrective Action Required for the AOR Wells

As discussed below, no corrective action is being required for the six (6) AOR wells because:

- 1) the wells are shown to have adequate cement across the Shale "B" confining zone to prevent fluid migration in the wellbores, and/or;
- 2) the well(s) are previously permitted injection wells that have demonstrated Part II Mechanical Integrity, and/or;
- 3) the well(s) have been plugged and abandoned to prevent fluid migration in the wellbore(s).

These points are discussed briefly below for each AOR well:

SWF M-31-8-17

The Cement Bond Log (CBL) shows the Top of Cement (TOC) to be at approximately 34 ft. The CBL also shows adequate cement (80 percent or greater cement bond index) across the Shale "B" confining zone interval 4,184 ft. to 4,272 ft.

TSF 7-31-8-17

The Cement Bond Log (CBL) shows the Top of Cement (TOC) to be at approximately 1,305 ft. The CBL shows no adequate cement (80 percent or greater cement bond index) in the ACZ, Shale "A" or Shale "B". However, this is a previously permitted injection well which has demonstrated Part II Mechanical Integrity (confirmed by RTS dated September 10, 2009). Also, the TSF 7-31-8-17 well is located approximately one-fourth (1/4) mile from SWF 10-31T-8-17 (at the outer-edge of the AOR where any pressure increase from the SWF 10-31T-8-17 well would be minimal), and the well has approximately 50 percent cement bond index cement in the Shale "A" interval 4,048 ft. to 4,078 ft.. Therefore, EPA has determined that no corrective action is needed for the TSF 7-31-8-17 well related to proposed injection activities at the SWF 10-31T-8-17 well.

SWF 11-31-8-17

The Cement Bond Log (CBL) shows the Top of Cement (TOC) to be at approximately 300 ft. The CBL also shows adequate cement (80 percent or greater cement bond index) across the Shale "B" confining zone interval 4,153 to 4,185 ft.

SWF 15-31-8-17

The Cement Bond Log (CBL) shows the Top of Cement (TOC) to be at approximately 60 ft. The CBL also shows adequate cement (80 percent or greater cement bond index) across the Shale "B" confining zone interval 4,196 to 4,287 ft.

TSF 9-31-8-17

The Cement Bond Log (CBL) shows the Top of Cement (TOC) to be at surface. The CBL also shows adequate cement (80 percent or greater cement bond index) across the Shale "B" confining zone interval 4,164 ft. to 4,182 ft.

SWF L-31-8-17

The Cement Bond Log (CBL) shows the Top of Cement (TOC) to be at surface. The CBL also shows adequate cement (80 percent or greater cement bond index) across the Shale "B" confining zone interval 4,160 ft. to 4,248 ft.

TSF 31-1-8-17

On June 21, 2010, Newfield submitted information (a wellbore diagram) on the TSF 31-1-8-17 well. The well was plugged and abandoned in 1968 (under previous plugging and abandonment requirements). Cement plugs were located in the well at the bottom, across the perforated intervals, at 3,400 ft., 1,600 ft., 160 ft., and at the surface. Based on the information submitted, EPA has determined that the cement plugs in the well will adequately serve to prevent fluid migration in the wellbore.

REPORTING REQUIREMENTS

Reporting of Noncompliance:

- (a) <u>Anticipated Noncompliance</u>. The operator shall give advance notice to the Director of any planned changes in the permitted facility or activity which may result in noncompliance with permit requirements.
- (b) <u>Compliance Schedules</u>. Reports of compliance or noncompliance with, or any progress on, interim and final requirements contained in any compliance schedule of this Permit shall be submitted to EPA for review no later than 30 days following each schedule date.
- (c) Written Notice of any noncompliance which may endanger health or the environment shall be reported to the Director within five days of the time the operator becomes aware of the noncompliance. The written notice shall contain a description of the noncompliance and its cause, the period of noncompliance

including dates and times, if the noncompliance has not been corrected the anticipated time it is expected to continue, and steps taken or planned to prevent or reduce recurrence of the noncompliance.

Twenty-Four Hour Noncompliance Reporting: The operator shall report to the Director any noncompliance which may endanger health or environment. Information shall be provided, either orally or by leaving a message, within twenty-four (24) hours from the time the operator becomes aware of the circumstances by telephoning 1-(800)-227-8917 and asking for the EPA Region 8 UIC Program Compliance and Enforcement Director, or by contacting the Region 8 Emergency Operations Center at (303)-293-1788, if calling from outside EPA Region 8. The following information shall be included in the verbal report:

- (a) Any monitoring or other information which indicates that any contaminant may cause an endangerment to an underground source of drinking water.
- (b) Any noncompliance with a Permit condition or malfunction of the injection system which may cause fluid migration into or between underground sources of drinking water.

Oil Spill and Chemical Release Reporting: The operator shall comply with all other reporting requirements related to oil spills and chemical releases or other potential impacts to human health or the environment by contacting the National Response Center (NRC) at: 1-(800)-424-8802 or 1-(202)-267-2675, or through the NRC website at: http://www.nrc.uscg.mil/index.htm

<u>Other Noncompliance:</u> The operator shall report all other instances of noncompliance not otherwise reported at the time monitoring reports are submitted.

Other Information: Where the operator becomes aware that he failed to submit any relevant facts in the Permit application, or submitted incorrect information in a Permit application, or in any report to the Director, the operator shall submit such correct facts or information within two weeks of the time such information became known.

Sand Wash Federal #10-31T-8-17

Initial Production: BOPD, Spud Date: 7/06/0004 MCFD, BWPD Proposed Injection Put on Production: 8/16/2004 Wellbore Diagram GL: 5329' KB: 5341' FRAC JOB 8/02/04 5494-5514 Frac LODC sands as follows: Cement Top @ 96' 74,240# 20/40 sand in 595 bbls lightning Frac SURFACE CASING 17 fluid. Treated @ avg press of 1521 psi w/avg rate of 24.7 BPM. ISIP 1550 psi. Calc flush: 5492 gal. Actual flush: 5531 gal. GRADE: J-55 8/02/04 5346-5376 Frac A3 sands as follows: WEIGHT: 24# 126,069# 20/40 sand in 878 bbls lightning Frac 17 fluid. Treated @ avg press of 1325 psi w/avg rate of 24.8 BPM. ISIP 1650 psi. Calc LENGTH: 7 jts. (311.17') Uinta Fm. DEPTH LANDED: 321.17' KB Casing shoe @ 321' flush: 5344 gal. Actual flush: 5384 gal. HOLE SIZE: 12 1/4" Frac A.5 sands as follows: 8/02/04 5270-5278 Decision made to leave behind frac on A.5 CEMENT DATA: 150sxs Class "G" mixed cmt, est 4 bbls cmt to surf. sds, Stage #3 Frac C sands as follows: 8/02/04 5046-5053 14,824# 20/40 sand in 229 bbls lightning Frac 17 fluid. Treated @ avg press of 1901 psi w/avg rate of 24.7 BPM. ISIP 2120 psi. Calc Base of USDW PRODUCTION CASING flush: 5044 gal. Actual flush: 5082 gal. -1618' GR Fm. CSG SIZE: 5 1/2 Frac D2 and I sands as follows: GRADE: J-55 60, 172# 20/40 sand in 477 bbls lightning Frac 17 fluid. Treated @ avg press of 1858 psi w/avg rate of 24.8 BPM. ISIP 2450 psi. Calc 3048' Trona WEIGHT: 15.5# LENGTH: 146 its. (6173.12') 3096' MB top flush: 4869 gal. Actual flush: 4872 gal. **DEPTH LANDED: 6171.12' KB** 8/11/04 4597-4606 Frac PB10 sands as follows: 3120 HOLE SIZE: 7 7/8" 25,228# 20/40 sand in 292 bbls lightning MB base Frac 17 fluid. Treated @ avg press of 2028 psi w/avg rate of 24.6 BPM. ISIP 2170 psi. Calc CEMENT DATA: 300 sxs Prem. Lite II mixed & 450 sxs 50/50 POZ mix. 3873, GEWKL CEMENT TOP AT: 96 flush: 4595 gal. Actual flush: 4578 gal. Shale B" CZ 4100' -4146 Frac GB6 sands as follows: 8/11/04 4442-4452 (80% cement: 4146'-4186') IZ 4186 662 37,398# 20/40 sand in 360 bbls lightning Frac 17 fluid. Treated @ avg press of 1901 psi w/avg rate of 24.7 BPM. ISIP 2170 psi. Calc Packer @ 4392* flush: 4440 gal. Actual flush: 4355 gal. SIZE/GRADE/WT.: 2 7/8" / J-55 4442-4452 Tubing Leak. Updated rod & tubing details. 9-29-08 NO. OF JOINTS: 169 jts (5425.81') TUBING ANCHOR: 5438.31' KB NO. OF JOINTS: 2 jts (65.04') 4852 Douglas Creek SEATING NIPPLE: 2 7/8" (1.10') 4871-4881 PERFORATION RECORD SN LANDED AT: 5473.61' 4936-4940 7/29/04 5494-5514' 4 ISPF 80 holes NO. OF JOINTS: 1 jt (32.50') 5362-5376" 4 JSPF 8/02/04 TOTAL STRING LENGTH: EOT @ 5540.20' 8/02/04 5346-53561 4 JSPF 40 holes 5046-5053 32 holes 8/02/04 28 holes 8/02/04 5046-50531 4 ISPF Notes: 16 holes 4936-4940' 5270-5278 40 holes 4871-4881 4 JSPF 8/02/04 Garden Gulch (55) 4597-4606' 4 JSPF 8/11/04 36 holes 5346-5356 40 holes Green River (OR) 5362-5376 Maliogany Bench (MB) Injection Zone (IZ): 4186-6258 5494-5514 Confining Zone (CZ): .5716' Castle Peak Shale "B" 4100'-4102' USDW base estimated from Technical Publication No. 92 Top of Fill & PBTD @ 6129' (5341'-5000'= 341.) -6138' Basal Carbonate SHOE @ 6171' NEWFIELD -6258' Wasatch Fm. (est.) Sand Wash Federal #10-31T-8-17 2048' FSL & 2031' FEL Base of IZ NW/SE Section 31-T8S-R17E K1. 3/18/10 Duchesne Co. Utah

API #43-013-32449; Lease #UTU-74869

Sand Wash Federal #10-31T-8-17

Proposed P&A

Wellbore Diagram

Tom Aalto, EPA

Initial Production: BOPD,

MCFD, BWPD

Spud Date: 7/06/0004 Put on Production; 8/16/2004

GL: 5329' KB: 5341'

Cement Top @ 96' Pump Class "G" Cement down 5-1/2" casing to 391 SURFACE CASING CSG SIZE: 8 5/8" GRADE: J-55 WEIGHT: 24# LENGTH: 7 jts. (311.17') Casing shoe @ 321' DEPTH LANDED: 321.17' KB 391 HOLE SIZE: 12 1/4" CEMENT DATA: 150sxs Class "G" mixed cmt, est 4 bbls cmt to surf. 1558'-120' balance plug using Class "G" cement 60' above Uinta/Green River and extending 60' below 1678 (1558-1678') PRODUCTION CASING CSG SIZE: 5 1/2" 172 2998' balance plug using Class "G" cement 50' GRADE: J-55 above Trona-Bird's Nest extending 50' below base of Mahogany Oil Shale (2998'-3170') WEIGHT: 15.5# 3170' -LENGTH: 146 jts. (6173.12') DEPTH LANDED: 6171.12' KB HOLE SIZE: 7 7/8" CEMENT DATA: 300 sxs Prem. Lite II mixed & 450 sxs 50/50 POZ mix. CEMENT TOP AT: 96' 100' Class G Cement plug on top of CIBP CIBP@4392' (or within 50' of top = 4442-4452' injection zone perforations) 4597-4606

Note: Refer to official survey plat For detailed information concerning well location.

NEWFIELD Do not use location

map provided in

Sand Wash Federal #10-31T-8-17 The PEA Plan (see 2048' FSL & 2031' FEL NW/SE Section 31-T8S-R17E EPA file notes for Duchesne Co, Utah API #43-013-32449; Lease #UTU-74869 further information). Top of Fill & PBTD @ 6129'

SHOE @ 6171' TD @ 6185'

4871-4881 4936-4940

5046-5053

5270-5278'

5346-5356 5362-5376

5494-5514*

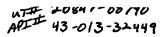
KL 3/18/10

STATE OF UTAH

(This space for State use only)

DEPARTMENT OF NATURAL RESOURCES 5. LEASE DESIGNATION AND SERIAL NUMBER: DIVISION OF OIL, GAS AND MINING USA UTU-74869 6. IF INDIAN, ALLOTTEE OR TRIBE NAME: SUNDRY NOTICES AND REPORTS ON WELLS 7. UNIT or CA AGREEMENT NAME: Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged **GMBII** wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals. 1. TYPE OF WELL: 8. WELL NAME and NUMBER: OIL WELL GAS WELL OTHER SANDWASH FEDERAL 10-31T-8-17 2. NAME OF OPERATOR: 9. API NUMBER: NEWFIELD PRODUCTION COMPANY 4301332449 ADDRESS OF OPERATOR: 10. FIELD AND POOL, OR WILDCAT: PHONE NUMBER Route 3 Box 3630 GREATER MB UNIT STATE UT ZIP 84052 435.646.3721 CITY Myton 4. LOCATION OF WELL: COUNTY: DUCHESNE FOOTAGES AT SURFACE: 2048 FSL 2031 FEL OTR/OTR. SECTION. TOWNSHIP, RANGE, MERIDIAN: NWSE, 31, T8S, R17E STATE: LIT CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION ACIDIZE DEEPEN REPERFORATE CURRENT FORMATION ■ NOTICE OF INTENT (Submit in Duplicate) ALTER CASING FRACTURE TREAT SIDETRACK TO REPAIR WELL CASING REPAIR NEW CONSTRUCTION TEMPORARITLY ABANDON Approximate date work will CHANGE TO PREVIOUS PLANS OPERATOR CHANGE TUBING REPAIR CHANGE TUBING PLUG AND ABANDON VENT OR FLAIR SUBSEQUENT REPORT CHANGE WELL NAME PLUG BACK WATER DISPOSAL (Submit Original Form Only) CHANGE WELL STATUS PRODUCTION (START/STOP) WATER SHUT-OFF Date of Work Completion: COMMINGLE PRODUCING FORMATIONS OTHER: -RECLAMATION OF WELL SITE 02/04/2011 X CONVERT WELL TYPE RECOMPLETE - DIFFERENT FORMATION 12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc. The subject well has been converted from a producing oil well to an injection well on 02/01/2011. On 01/31/2011 Jason Deardorff with the EPA was contacted concerning the initial MIT on the above listed well. On 02/04/2011 the casing was pressured up to 1450 psig and charted for 30 minutes with no pressure loss. The well was not injecting during the test. The tubing pressure was 240 psig during the test. There was not an EPA representative available to witness the test. EPA# UT20847-08790 API# 43-013-32449 Accepted by the Utah Division of Oil, Gas and Mining FOR RECORD ONLY NAME (PLEASE PRINT) Lucy Chavez-Naupoto TITLE Administrative Assistant 02/09/2011

RECEIVED FEB 2 2 2011



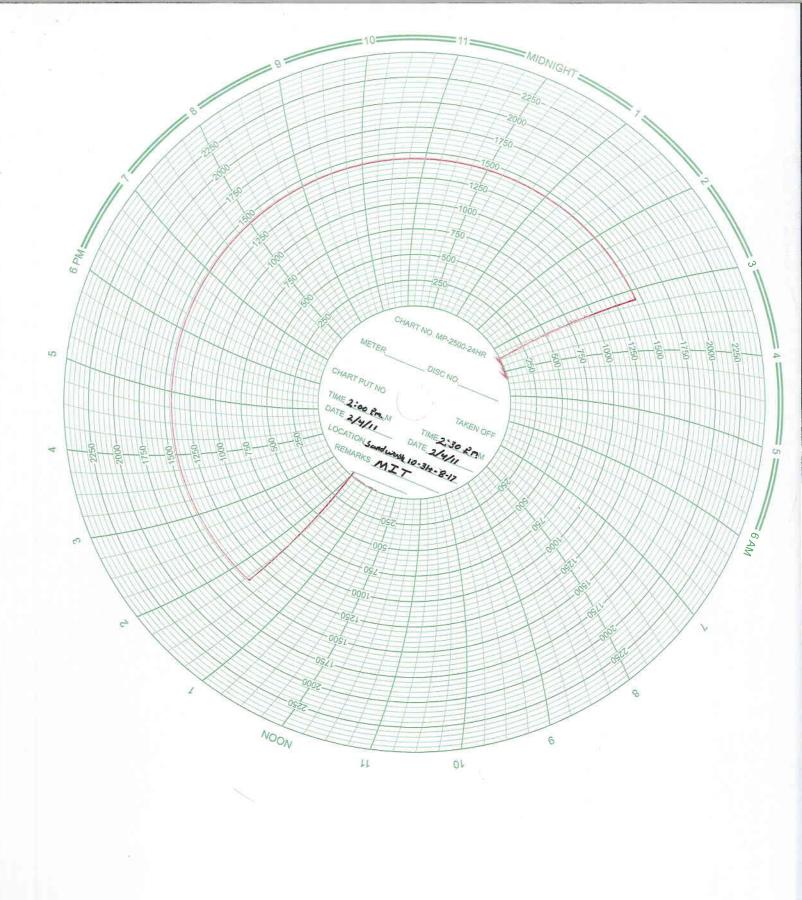
Mechanical Integrity Test Casing or Annulus Pressure Mechanical Integrity Test U.S. Environmental Protection Agency Underground Injection Control Program 999 18th Street; Suite 500 Denver, CO 80202-2466

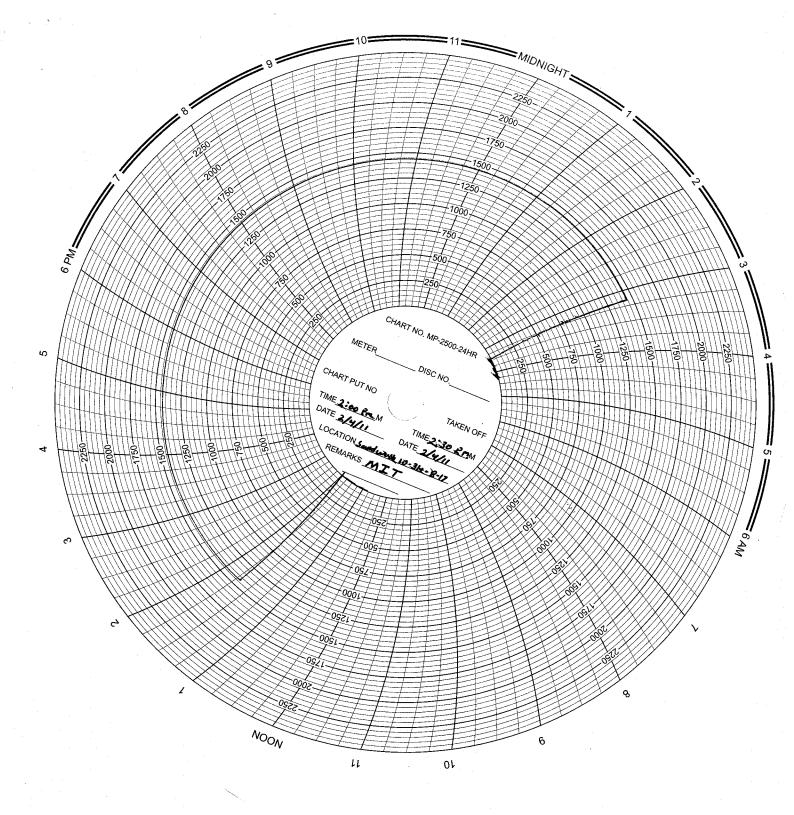
EPA Witness:		-	Date:	/11.	
Test conducted by: Eric	L. Park		. 1		
Others present:		·			
Well Name: Sandwash 16	1-21		Type: ER SWD Sta	atus: AC TA UC	
Field Managet Rute		•	- Jp		
Location: NW/SE Sec	:31 T 8 1	N/S R17	(E)/W County: Duchesn	eState: <u>U+</u>	
Operator: New hield.				·	
Last MIT:/	/ Max	imum Allow	able Pressure:	PSIG	
Is this a regularly scheduled test? [] Yes [] No Initial test for permit? [] Yes [] No Test after well rework? [] Yes [] No Well injecting during test? [] Yes [] No If Yes, rate:					
Pre-test casing/tubing annul	ıs pressure:	0	•psig		
MIT DATA TABLE	Test #1		Test #2	Test #3	
TUBING	PRESSURE	•			
Initial Pressure	2.40	psig	psig	psig	
End of test pressure	2 40	psig	psig	psig	
CASING / TUBING	ANNULUS		PRESSURE		
0 minutes	1450	psig	psig	psig	
5 minutes	1450	psig	psig	psig	
10 minutes	1450	psig	psig	psig	
15 minutes	1450	psig	psig	psig	
20 minutes	1450	psig	psig	psig	
25 minutes	1450	psig	psig	psig	
30 minutes	1450	psig	psig	psig	
minutes		psig	psig	psig	
minutes		psig	psig	psig	
RESULT	[V] Pass	[]Fail	[] Pass []Fail	Pass Pail	

No № Does the annulus pressure build back up after the test ? [] Yes MECHANICAL INTEGRITY PRESSURE TEST

Additional comments for mechanical integrity pressure test, such as volume of fluid added to annulus and bled back at end of test, reason for failing test (casing head leak, tubing leak, other), etc.:

Signature of Witness:	





Daily Activity Report

Format For Sundry SANDWASH 10-31T-8-17 12/1/2010 To 4/28/2011

1/31/2011 Day: 1

Conversion

WWS #7 on 1/31/2011 - MIRU Western rig #7. LD rod string and pump. NU BOP. - MIRU Western rig #7. RU HO trk to annulus & pump 60 BW @ 250°F. RU pumping unit & unseat rod pump. Flush tbg & rods W/ 30 BW @ 250°F. Re-seat pump, soft joint rod string & strip off flow-T. Fill tbg W/ 10 BW. Pressure test tbg to 3000 psi. Retrieve rod string & unseat pump. TOH & LD rod string and pump. Re-flushed rods twice more on TOH. ND wellhead & release TA @ 5438'. NU BOP. SIFN.

Daily Cost: \$0

Cumulative Cost: \$27,935

2/1/2011 Day: 2

Conversion

WWS #7 on 2/1/2011 - TOH W/ production tbg. TIH W/ packer & test injection string. Retrieve standing valve. - RU HO trk & flush tbg W/ 30 BW @ 250°F. TOH & talley production tbg. Break each connection, clean & inspect pins and apply Liquid O-ring to pins. LD btm 37 jts & BHA. Flushed tbg OD W/ 30 BW on TOH. MU & TIH W/ new Weatherford 5 1/2" Arrowset 1-X packer (W/ wicker slips & W.L. re-entry guide), new 2 7/8 SN and 135 jts 2 7/8 8rd 6.5# J-55 tbg. Re-torque each connection on TIH. RU HO trk & pump 10 bbls pad. Drop standing valve & pump to SN. Pressure test tbg to 3000 psi. Bled air & re-bumped pressure several times. Final test held solid for 30 minutes. Retrieve standing valve W/ overshot on sandline. SIFN.

Daily Cost: \$0

Cumulative Cost: \$34,318

2/2/2011 Day: 3

Conversion

WWS #7 on 2/2/2011 - Set & test packer. RDMOSU. - ND BOP & land tbg on flange. Mix 15 gals Multi-Chem C-6031 & 5 gals B-8850 in 70 bbls fresh water. Pump dn annulus @ 90°F. PU on tbg & set pkr W/ SN @ 4394', CE @ 4398' & EOT @ 4402'. Land tbg W/ 15,000# tension. NU wellhead. Pressure test annulus & pkr to 1500 psi. Holds solid for 1 hour. RDMOSU..

Daily Cost: \$0

Cumulative Cost: \$40,252

2/8/2011 Day: 4

Conversion

Rigless on 2/8/2011 - Conversion MIT. - On 1/31/11 Jason Deardorf with the EPA was contacted concerning the Conversion MIT on the above listed well (Sandwash 10-31T-8-17). On 2/4/11 the csg was pressured up to 1450 psig and charted for 30 minutes with no pressure loss. The well was not injecting during the test. The tbg pressure was 240 psig during the test. There was not an EPA representative available to witness the test. Final Report EPA# UT 20847-08790 API#43-013-32449 **Finalized**

Daily Cost: \$0

Cumulative Cost: \$65,572

Pertinent Files: Go to File List



UNITED STATES ENVIRONMENTAL PROTECTION AGENCY REGION 8

1595 Wynkoop Street
DENVER, CO 80202-1129
Phone 800-227-8917
http://www.epa.gov/region08

MAR 2 5 2011

Ref: 8P-W-GW

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

RECEIVED

APR 0 6 2011

DIV. OF OIL, GAS & MINING

Mr. Michael Guinn District Manager Newfield Production Company Route 3 - Box 3630 Myton, UT 84052

> Accepted by the Utah Division of Oil, Gas and Mining

FOR RECORD ONLY

RE: Underground Injection Control (UIC)
Authorization to Commence Injection
EPA UIC Permit UT20847-08790
Well: Sandwash Federal 10-31T-8-17

NWSE Sec. 31-T8S-R17E Duchesne County, Utah API No.: 43-013-32449

Dear Mr. Guinn:

The U.S. Environmental Protection Agency (EPA), Region 8, has received Newfield Production Company's (Newfield) February 9, 2011, letter with enclosures. The enclosed Part I (internal) Mechanical Integrity test, Well Rework Record (EPA Form 7520-12), schematic diagram, and calculated pore pressure were reviewed and approved by EPA, satisfactorily completing all Prior to Commencing Injection Requirements for UIC Permit UT20847-08790.

As of the date of this letter, Newfield is authorized to commence injection into the Sandwash Federal 10-31T-8-17 well at a Maximum Allowable Injection Pressure (MAIP) of 815 psig. You may apply for a higher MAIP at a later date. Your application should be accompanied by the interpreted results of a step rate test that measures the fracture parting pressure and calculates the fracture gradient at this depth and location. Newfield must receive prior authorization from the Director to inject at pressures greater than the permitted MAIP during any test.

As of this approval, responsibility for permit compliance and enforcement is transferred to EPA's UIC Technical Enforcement Program. Therefore, please direct all monitoring and compliance correspondence to Nathan Wiser at the following address, referencing the well name and UIC Permit number on all correspondence:

Mr. Nathan Wiser U.S. EPA Region 8: 8ENF-UFO 1595 Wynkoop Street Denver, CO 80202-1129

Or, you may reach Mr. Wiser by telephone at 303-312-6211, or 1 800-227-8927, ext. 312-6211.

Please remember that it is your responsibility to be aware of and to comply with all conditions of injection well Permit UT20847-08790.

If you have questions regarding the above action, please call Emmett Schmitz at 303-312-6174 or 1-800-227-8917, ext. 312-6174.

Sincerely,

Stephen S. Tuber

Assistant Regional Administrator

Office of Partnerships and Regulatory Assistance

Utah Division of

Oil, Gas and Mining

FOR RECORD ONLY

cc: Uintah & Ouray Business Committee:

Richard Jenks, Jr., Chairman

Frances Poowegup, Vice-Chairwoman

Ronald Wopsock, Councilman

Phillip Chimburas, Councilman

Stewart Pike, Councilman

Irene Cuch, Councilwoman

Daniel Picard

BIA - Uintah & Ouray Indian Agency

Mike Natchees

Environmental Coordinator

Ute Indian Tribe

Manual Myore

Director of Energy & Minerals Dept.

Ute Indian Tribe

Brad Hill

Acting Associate Director

Utah Division of Oil, Gas, and Mining

Fluid Minerals Engineering Office BLM - Vernal Office

Eric Sundberg, Regulatory Analyst Newfield Production Company

STATE OF UTAH ARTMENT OF NATURAL RESO

	DIVISION OF OIL, GAS ANI			5. LEASE DESIGNATION AND SERIAL NUMBER: USA UTU-74869
SUNDRY	NOTICES AND REPO	RTS ON	WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
Do not use this form for proposals to dr	ill new wells, significantly deepen existing wells be	low current bottom-	-hole depth, reenter plugged	7. UNIT or CA AGREEMENT NAME: GMBU
1. TYPE OF WELL:	al laterals. Use APPLICATION FOR PERMIT TO	DRILL form for su	ch proposals.	8. WELL NAME and NUMBER:
OIL WELL	GAS WELL OTHER			SANDWASH FEDERAL 10-31T-8-17
2. NAME OF OPERATOR:			·	9. API NUMBER:
NEWFIELD PRODUCTION COM	IPANY			4301332449
3. ADDRESS OF OPERATOR:			PHONE NUMBER	10. FIELD AND POOL, OR WILDCAT:
Route 3 Box 3630 4. LOCATION OF WELL:	CITY Myton STATE UT	ZIP 84052	435.646.3721	GREATER MB UNIT
FOOTAGES AT SURFACE: 2048 FSL 2	2031 FEL			COUNTY: DUCHESNE
OTR/OTR. SECTION. TOWNSHIP. RANGE.	MERIDIAN: NWSE, 31, T8S, R17E			STATE: UT
11. CHECK APPROP	PRIATE BOXES TO INDICATE	NATURE (OF NOTICE, REPO	RT, OR OTHER DATA
TYPE OF SUBMISSION		TY	PE OF ACTION	
	ACIDIZE	DEEPEN		REPERFORATE CURRENT FORMATION
X NOTICE OF INTENT (Submit in Duplicate)	ALTER CASING		FDF AT	
• ,		FRACTURE T		SIDETRACK TO REPAIR WELL
Approximate date work will	CASING REPAIR	NEW CONST		TEMPORARITLY ABANDON
04/02/2011	CHANGE TO PREVIOUS PLANS	OPERATOR O	HANGE	TUBING REPAIR
	CHANGE TUBING	PLUG AND A	BANDON	VENT OR FLAIR
SUBSEQUENT REPORT	CHANGE WELL NAME	☐ PLUG BACK		WATER DISPOSAL
(Submit Original Form Only)	CHANGE WELL STATUS	PRODUCTIO	N (START/STOP)	WATER SHUT-OFF
Date of Work Completion:	COMMINGLE PRODUCING FORMATIONS	RECLAMATI	ON OF WELL SITE	X OTHER: - Put on Injection
	X CONVERT WELL TYPE	RECOMPLET	E - DIFFERENT FORMATION	_
	MPLETED OPERATIONS. Clearly show al vas put on injection at 2:00 PM on 04		s including dates, depths, vo	olumes, etc.
	, ,			
EPA # UT20847-08790 A	PI # 43-013-32449			
•				
NAME (PLEASE PRINT) Lucy Chavez-N	aupoto	·	TTLE Water Services Tech	nician
/)		I	TILE_ TALL DOLVIOUS TECH	144 - 144 -
SIGNATURE ALLOW	De pos	D	DATE 04/06/2011	

(This space for State use only)

RECEIVED

APR 1 1 2011

FORM 3160-5 (August 2007)

4. Location of Well

2048 FSL 2031 FEL

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM A	PPROVED
OMB No.	1004-0137
Expires: Ja	aly 31,2010

Lease	Serial	No.	

GREATER MB UNIT

11. County or Parish, State

Do not use this form for pro	ID REPORTS ON WELLS posals to drill or to re-enter an 160-3 (APD) for such proposals.	USA UTU-74869 6. If Indian, Allottee or Tribe Name.
SUBMIT IN TRIPLICATE 1. Type of Well	- Other Instructions on page 2	7. If Unit or CA/Agreement, Name and/or GMBU
2. Name of Operator NEWFIELD PRODUCTION COMPANY		8. Well Name and No. SANDWASH FEDERAL 10-31T-8-17
3a. Address Route 3 Box 3630 Myton, UT 84052	3b. Phone <i>(include are code)</i> 435.646.3721	9. API Well No. 4301332449 10. Field and Pool, or Exploratory Area

NWSE Section 31 T8S R17E DUCHESNE, UT 12. CHECK APPROPRIATE BOX(ES) TO INIDICATE NATURE OF NOTICE, OR OTHER DATA TYPE OF SUBMISSION TYPE OF ACTION Acidize Deepen Production (Start/Resume) ■ Water Shut-Off Notice of Intent Alter Casing Fracture Treat Reclamation Well Integrity Subsequent Report Casing Repair New Construction Recomplete Other . Change Plans Plug & Abandon Temporarily Abandon Put on Injection Final Abandonment Convert to Injector Plug Back Water Disposal

13. Describe Proposed or Completed Operation: (Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final

The above reference well was put on injection at 2:00 PM on 04/02/2011.

(Footage, Sec., T., R., M., or Survey Description)

EPA # UT20847-08790 API # 43-013-32449

RECEIVED

APR 1 1 2011

DIV. OF OIL, GAS & MINING

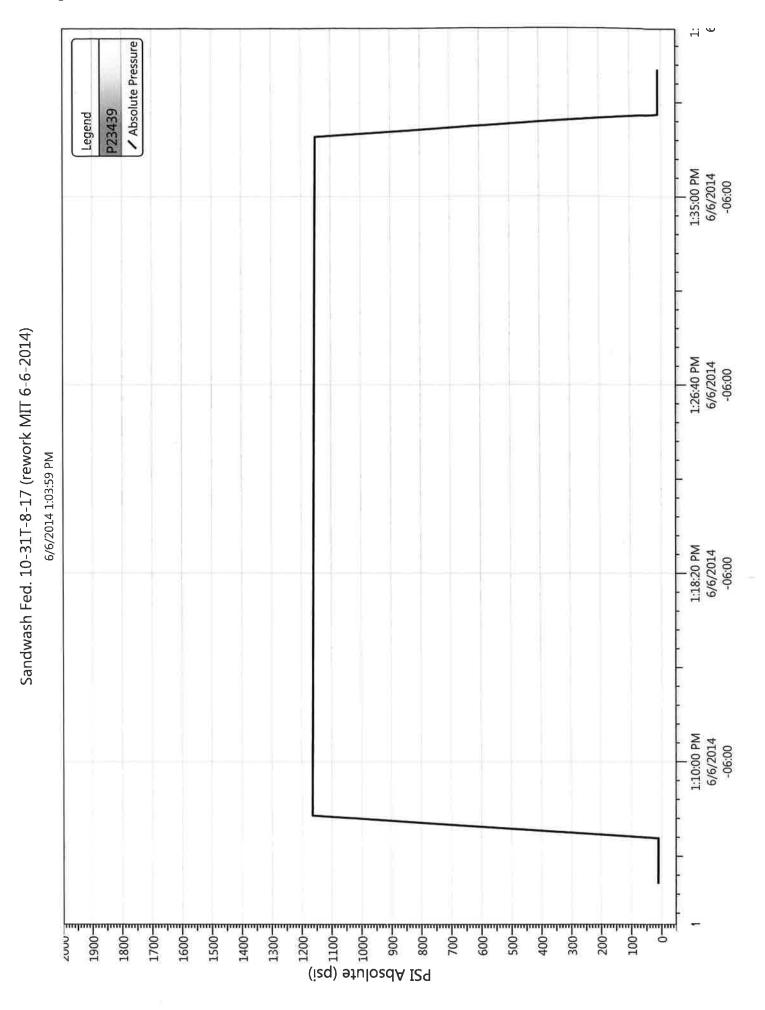
I hereby certify that the foregoing is true and correct (Printed/ Typed) Lucy Chavez-Naupoto	Title Water Services Technician		
Signature Dang-Whan	Date 04/06/2011		
/ THIS SPACE FOR FED	DERAL OR STATE OFFIC	CE USE	
Approved by	Title	Date	
Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.	Office		
Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any postates any false, fictitious and fraudulent statements or representations as to any matter w.	erson knowingly and willfully to make t	o any department or agency of the United	

(Instructions on page 2)

	STATE OF UTAH		FORM 9
ι	DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING	3	5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-74869
SUNDR	RY NOTICES AND REPORTS ON	WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
	posals to drill new wells, significantly dee reenter plugged wells, or to drill horizontal n for such proposals.		7.UNIT or CA AGREEMENT NAME: GMBU (GRRV)
1. TYPE OF WELL Water Injection Well			8. WELL NAME and NUMBER: SAND WASH FED 10-31T-8-17
2. NAME OF OPERATOR: NEWFIELD PRODUCTION CO	DMPANY		9. API NUMBER: 43013324490000
3. ADDRESS OF OPERATOR: Rt 3 Box 3630 , Myton, UT,		ONE NUMBER:	9. FIELD and POOL or WILDCAT: MONUMENT BUTTE
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2048 FSL 2031 FEL			COUNTY: DUCHESNE
QTR/QTR, SECTION, TOWNSH	HIP, RANGE, MERIDIAN: 31 Township: 08.0S Range: 17.0E Meridian:	S	STATE: UTAH
11. CHECK	K APPROPRIATE BOXES TO INDICATE N	IATURE OF NOTICE, REPOR	T, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	ACIDIZE	ALTER CASING	CASING REPAIR
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME
Approximate date work will start:	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRACTURE TREAT	NEW CONSTRUCTION
6/6/2014	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK
	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
SPUD REPORT Date of Spud:			
	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	L TEMPORARY ABANDON
DRILLING REPORT	L TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL
Report Date:	☐ WATER SHUTOFF ☐	SI TA STATUS EXTENSION	APD EXTENSION
	WILDCAT WELL DETERMINATION	OTHER	OTHER: Workover MIT/ Concentric In
The above subject Isolation/Concentric On 06/06/2014 the 030 minutes with not test. The tbg press for the 2-7/8" with representative available.	completed operations. Clearly show all pot twell had workover procedures of Injection. Workover MIT on the csg was pressured up to 1151 pressure loss. The well was not ure for the 1.6 tbg was 0 psig as 0 psig during the test. There vailable to witness the test. EPA	performed - Water ne above listed well. psig and charted for t injecting during the and the tbg pressure was not a EPA A # UT22197-08790	Accepted by the Utah Division of Oil, Gas and Mining FORIRECORP ONLY
NAME (PLEASE PRINT) Lucy Chavez-Naupoto	PHONE NUMBER 435 646-4874	TITLE Water Services Technician	
SIGNATURE N/A		DATE 6/9/2014	

Mechanical Integrity Test Casing or Annulus Pressure Mechanical Integrity Test U.S. Environmental Protection Agency Underground Injection Control Program 999 18th Street, Suite 500 Denver, CO 80202-2466

EPA Witness:	75 73	//	Date:	616	12014	
EPA Witness:	stin Beni	rett				
Others present:						-1070
Well Name: Sandwash	Edn/10-31	T-8-17	Type: ER SW.	D Statu	s: AC TA UC	-U879
Field: Arrange & B.	the					
Location: NW/SE Sec	3/ T 8	N /(S) R/_	(W County	Lichesh	State:	
Operator: Marfield			ible Pressure:		PSIG	
Lest Will.	- Max	IIIIIII AIIOW	1010 1 1035010.		r sig	
Is this a regularly schedule			No No	9		
Initial test for permit? Test after well rework?	(1751)	/ · · · · · · · · · · · · · · · · · · ·	No			
Well injecting during test?		Yes [] No Yo If Yes	s. rate:	br	иł
			278 1.6"			~
Pre-test casing/tubing annul	as pressure:	64	W/O_1	osig		
MIT DATA TABLE	Test #1		Test #2	1	Test #3	
TUBING	PRESSURE		2000 112		ACOL HO	
Initial Pressure	0/0	psig		psig		psig
End of test pressure	0/0	psig		psig		psig
CASING / TUBING	ANNULUS		PRESSURE			
0 minutes	1164	psig		psig		psig
5 minutes	1161	psig		psig		psig
10 minutes	1159	psig		psig		psig
15 minutes	1157	psig		psig		psig
20 minutes	1155	psig		psig		psig
25 minutes	1152	psig		psig		psig
30 minutes	1151	psig		psig		psig
minutes		psig		psig		psig
minutes		psig		psig		psig
RESULT	Pass	[]Fail	[] Pass	[]Fail	[] Pass]Fail
	IANICAL	INTEG	RITY PR			
Additional comments for and bled back at end of t						
Signature of Witness:		X2		***************************************		



NEWFIELD			Job De	Detail Summary Report
Well Name: San	Sandwash 10-31T-8-17			
Jobs Primary Job Type				Job End Date
Reconfigure Tubing / Components	Somponents			6/3/2014 6/6/2014
Daily Operations				
irt Date /2014	Report End Date 24hr Activity Summary 6/3/2014 MIRU	mmary		
Start Time 0	02:30	End Time	03:30	Comment LOAD OUT & MOVE FROM FED 2-1 TO SANDWASH FED 10-31T MIRU SAME
rt Date '2014	rt End Date 24hr Activity Summary 6/4/2014 TOOH TBG	mmary		
	00:90	End Time	07:00	Comment CREW TRAVEL & SAFETY NTG
	07:00	End Time	08:30	Comment FLUSH TBG W/ 30 BBLS H2O @ 1200 PSI
	08:30	End Time	10:30	Comment TOOH W/ 135 JTS 2 7/8 TBG LD 5 1/2 ARROWSET-1 PKR
Start Time	10:30	End Time	11:45	Comment PU & 1/2 BIT & SCRAPER PSN & 135 JTS 2 7/8 TBG, CONT PU 35 JTS 2 7/8 TBG, EOT @ 5535'
Start Time	11:45	End Time	14:45	Comment PUMP 20 GALS OF SOLVENT, 5 BBLS 15% HCL ACID 55 GALS OF SCAVENGER, CIRC ACID TO EOT W/ 32 BBLS H2O, REV ACID OUT OF HOLE W/ 40 BBLS FRESH H2O
Start Time	14:45	End Time	15:30	COMMINICASY TO PSN, TEST TBG TO 3000 PSI-OK RU & RIH W/ SANDLINE RET SV, POOH & RACK OUT SANDLINE
Start Time	15:30	End Time	17:30	Comment LD 14 JTS 2 7/8 TB, TOOH BREAKING & REDOPING EVERY CONNECTION W/ 21 JTS 2 7/8 TBG, CONT TOOH TALLEYING TBG W/ 40 JTS 2 7/8 TBG EOT @ 2907' CWI @ 5:30 FOR SAFETY MTG
Start Time	17:30	End Time	18:30	Comment CREW TRAVEL
Report Start Date Report 6/5/2014	7 End Date 24hr Activity Summary 6/5/2014 TIH W/ PROD PKRS	nmary)D PKRS		
	00:00	End Time	07:00	Comment Crew Travel & Safety MTG
Start Time 0	07:00	End Time	07:45	Comment Flush TBG W/ 30 BBLS H2O, CONT TOOH W/ 109 JTS 2 7/8 TBG, LD 5 1/2" Bit & Scraper
Start Time 0	07:45	End Time	08:45	Comment RD Floor & TBG Works, ND 5000# BOPS, Change out 3K Wellhead for a 5K Wellhead, NU 5000# BOPS, RU Floor & TBG Works
Start Time 0	08:45	End Time	10:45	Comment PU & TIH W/ 2 7/8" RE Entry guide, 5 1/2" Arrowset-1 PKR, PBR, 6 JTS 2 7/8" TBG 6' PERF SUB, 12 JTS 2 7/8" TBG 6' PERF SUB, 8 JTS 2 7/8" TBG 6' PERF SUB, 8 JTS 2 7/8" TBG 6' PERF SUB, PSN, 3 JTS 2 7/8" TBG 5 1/2" HRP PKR & 135 JTS 2 7/8" TBG, RD Floor & TBG
Start Time	10:45	End Time	13:00	Comment Works, strip off 5000# BOPS, Set 5 1/2 Arrowset-1 PKR W/ 5000# Tension W/ CE @ 5102', Land TBG W/ Hanger, NU Wellhead, CIRC SV To PSN, Test TBG To 1500 PSI For 30 MIN Good test, CIRC 70
Start Time	13:00	End Time	15:45	Comment BBLS Fresh H2O & PKR Fluid down CSG, Set 5 1/2" HRP PKR @ 2500 PSI 4397', Let PKR set for 15 MIN W/ 3000 PSI, RU & RIH W/ Sandline RET SV, POOH & Rack out sandline,
	15:45	End Time	16:45	Comment Test CSG to 1500 PSI Good test
	16:45	End Time	17:30	Comment RUFloor & TBG Works & change over to 1.66 TBG CWI
Start Time	17:30	End Time	18:30	Crew Travel
www newfield.com				Page 1/2 Report Printed: 6/9/2014
WWW.IIEWIIEIU.com				Today.

aily Operations		
Report Start Date Report End Date 6/6/2014 6/6/2014	24hr Activity Summary PU & TIN W/ 1.6 TBG	
Start Time 00:00	End Time 01:00	Comment CREW TRAVEL & SAFETY MTG
	End Time 01:45	Comment FLUSH TBG W// 30 BBLS H2O
Start Time 01:45	End Time 05:45	Comment PU & Talley Stinger, X-Over & 157 JTS 1.66 TBG, Tag PBR @ 5094', LD 2 JTS Space out W/ 1-10' 1-8' 1-2' 1.66 TBG SUBS, PU 1 JT 1.66 TBG, LAND TBG W/ 3K compression @ 5094'
Start Time 05:45	End Time 06:15	Comment RD FLOOR & TBG WORKS, NU WH
Start Time 06:15	End Time 08:30	Comment DO MIT TEST - GOOD TEST RDMO @ 2:30. The above subject well had workover procedures performed - Water Isolation/Concentric Injection.
		On 06/06/2014 the csg was pressured up to 1151 psig and charted for 30 minutes with no pressure loss. The well was not injecting during the test. The tbg pressure for the 1.6 tbg was 0 psig and the tbg pressure for the 2-7/8" was 0 psig during the test. There was not a EPA representative available to witness the test. EPA # UT22197-08790
www.newfield.com		Page 2/2 Report Printed: 6/9/2014

NEWFIELD

Schematic

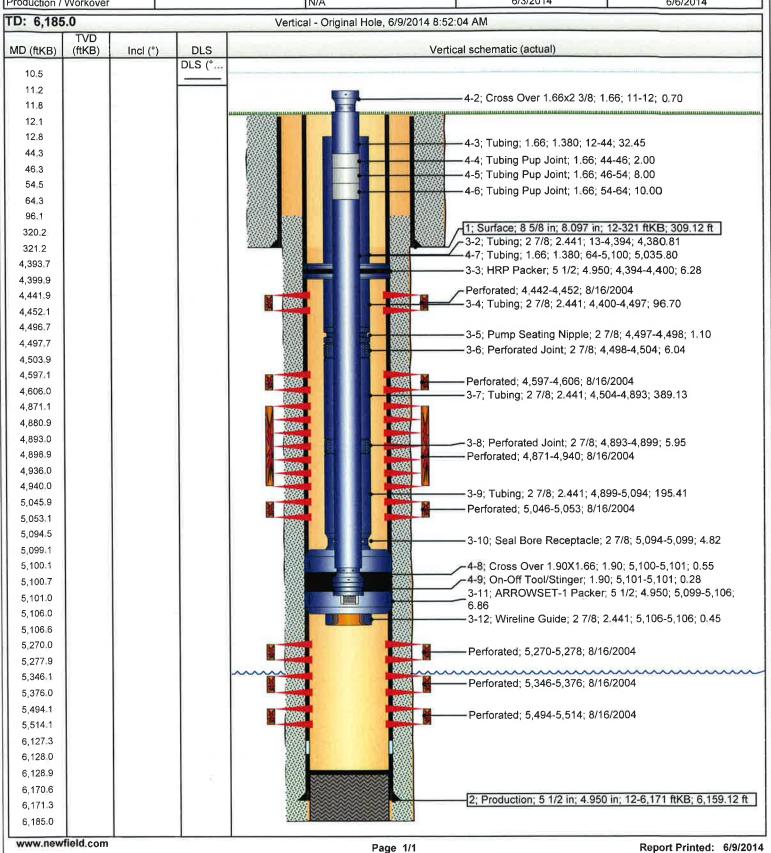
Well Name: Sandwash 10-31T-8-17

Surface Legal Location 31-8S-17E			API/UWI 4301 332449	Well RC 500150932	Lease	State/Province Utah	Field Name GMBU CTB7	County DUCHESNE
Spud Date Rig Release Date	On Production Date 8/16/2004	Original KB Elevation 5,341	(ft) Gro 5,3	und Elevation (fl) 129	Total Depth All (TVD) (f(KB)	PBTD (All) (ftKB) Original Hole -	6,129.0

 Most Recent Job

 Job Category
 Primary Job Type
 Secondary Job Type
 Job Start Date
 Job End Date

 Production / Workover
 N/A
 6/3/2014
 6/6/2014



NEWFIELD

Newfield Wellbore Diagram Data Sandwash 10-31T-8-17

Surface Legal Location 31-8S-17E					API/UWI 43013324490000		Lease	
County DUCHESNE		State/Province Utah			Basin Uintah Basin		Field Name GMBU CTB7	
Vell Start Date 7/6/2004		Spud Date			Final Rig Release Date		On Production Date	/2004
original KB Elevation (ft) Ground Elev		Total Depth (ft	KB)		Total Depth All (TVD) (ftKB))	PBTD (All) (ftKB)	
5,341	5,329	1000		6,185.0			Original Hole - 6,129	9.0
Casing Strings Csg Des		Run C	ate	OD (in)	ID (in)	Wt/Len (lb/ft)	Grade	Set Depth (flKB)
Surface		7/7/2004	, uno	8 5/8	8.097	24.00	J-55	32
Production		7/19/2004		5 1/2	4.950	15.50	J-55	6,17
ement								
String: Surface, 321ftKB 7/8 ementing Company	3/2004				Top Depth (ftKB)	Bottom Depth (ftKB)	Full Retum?	D. 10. 10. 10. 10. 10. 10. 10. 10. 10. 10
3J Services Company					12.0			Vol Cement Ret (bbl)
luid Description % CaCL2 + 1/4#/SK Cello-Fl	ake				Fluid Type Lead	Amount (sacks) 150	Class	Estimated Top (ftKB) 12
String: Production, 6,171ftK		4			Loud	100		12
ementing Company 3J Services Company					Top Depth (ftKB) 96.0	Bottom Depth (ftKB) 6,185.0	Full Return?	Voi Cement Ret (bbi)
luid Description					Fluid Type	Amount (sacks)	Class	Estimated Top (ftKB)
0% GEL + 3% KCL, 3#'S /SF LAKE	CSE + S#	SK/KOLSE	AL + 1.2#S	S/SK CELLO	Lead	300	Premlite II	96
fuid Description			201 775		Fluid Type	Amount (sacks)	Class	Estimated Top (ftKB)
2% GEL + 3% KCL, .5%EC1, Fubing Strings	1/4# SK CF	·. 2%GEL .	.3% SM		Tail	450	50/50 POZ	2,500
ubing Description					Run Date	2014	Set Depth (ftKB)	
Tubing Item Des	Jts	OD (in)	ID (in)	Wt (lb/ft)	6/5/. Grade	2014 Len (ft)	Top (ftKB)	5,106 Btm (ftKB)
ubing Hanger	1	OD (III)	10 (11)	TTE (IDITE)	Grade	0.90	12.0	12
ubing	135	2 7/8	2.441	6.50	J-55	4,380.81	12.9	4,393
IRP Packer	1	5 1/2	4.950			6.28	4,393.7	4,400
ubing	3	2 7/8	2.441	6.50	J-55	96.70	4,400.0	4,496
Pump Seating Nipple	1	2 7/8				1.10	4,496.7	4,497
Perforated Joint	1	2 7/8			N-80	6.04	4,497.8	4,503
ubing	12	2 7/8	2.441	6.50	J-55	389.13	· ·	4,893
Perforated Joint	1	2 7/8	0.444		N-80	5.95		4,898
Fubing	6	2 7/8	2.441	6.50	J-55	195.41	4,898.9	5,094
Seal Bore Receptacle ARROWSET-1 Packer	1	2 7/8 5 1/2	4.950			4.82		5,099
Wireline Guide	1	2 7/8	2.441			6.86 0.45	-,	5,106 5,106
Fubing Description		2 110	2.441		Run Date	0.45	Set Depth (ftKB)	5,106
Tubing					6/6/	/2014	Leve besouthing 1.000-1.	5,101
Item Des Fubing Hanger	Jts 1	OD (in)	ID (in)	VVt (lb/ft)	Grade	Len (ft) 0.81	Top (ftKB) 10.4	Btm (ftKB)
Cross Over 1.66x2 3/8	1	1,66				0.70		11
Tubing	1	1.66	1.380	2 33	J-55	32.45		44
Tubing Pup Joint	1	1.66			10	2.00		46
Tubing Pup Joint	1	1.66				8.00		54
Tubing Pup Joint	1	1.66	Asset I		the second secon	10.00		64
Tubing	155	1.66	1.380	2.30	J-55	5,035.80		5,100
Cross Over 1.90X1.66	1	1.9				0.55	5,100.2	5,100
On-Off Tool/Stinger	1	1.9				0.28	5,100.7	5,101
Rod Strings Rod Description					Run Date		Set Depth (ftKB)	- X 1 - X 1 - X
					Truit Date			
Item Des	Jts	ŌD	(in)	Wt (lb/ft)	Grade	Len (ft)	Top (ftKB)	Btm (ftKB)
Perforation Intervals						1		
Stage# Zone		Top (Btm (ftKB)	Shot Dens (shots/ft)	Phasing (°)	Nom Hole Dia (in)	Date
1 GB6, Original Hole			4,442	4,452				8/16/2004
2 PB10, Original Hole			4,597	4,606				8/16/2004
3 D1&2, Original Hole	е		4,871	4,940				8/16/2004
4 C, Original Hole			5,046	5,053	4			8/16/2004
5 A5, Original Hole			5,270	5,278	4			8/16/2004

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Newfield Wellbore Diagram Data Sandwash 10-31T-8-17

ige#	Zone	Top (ftKB)	Btm (ftKB)	Shot Dens (shots/ft)	Phasing (°)	Nom Hole Dia (in)	Date
6 A3, Origin	nal Hole	5,346	5,376	4			8/16/2004
7 LODC, O	riginal Hole	5,494	5,514	4		Mary was	8/16/2004
nulations & Tre							
Stage#	ISIP (psi)	Frac Gradient (psi/ft)	Max Rate (bbl/min)	Max PSI (psi)	Total Clean Vol (bbl)	Total Slurry Vol (bbl)	Vol Recov (bbl)
	1,663	0.93	24.7	2,218			
	1,663	0.93	24.7	2,218			
	1,663	0.93	24.7	2,218			
	1,663	0.93	24.7	2,218	74		
	1,663	0.93	24.7	2,218			
	1,663	0.93	24.7	2,218			
	1,663	0.93	24.7	2,218			
	2,450	0.93	24.8	2,050			
	2,450	0.93	24.8	2,050			
	2,450	0.93	24.8	2,050			
	2,450	0.93	24.8	2,050			
	2,450	0.93	24.8	2,050			
	2,450	0.93	24.8	2,050			
	2,450	0.93	24.8	2,050			
	2,120	0.85	24.8	2,165			
	2,120	0.85	24.8	2,165			
	2,120	0.85	24.8	2,165			
	2,120	0.85	24.8	2,165			
	2,120	0.85	24.8	2,165			
	2,120	0.85	24.8	2,165			
	2,120	0.85	24.8	2,165			
	2,120	0.85	24.8	2,165			
	2,120	0.85	24.8	2,165			
	2,120	0.85	24.8	2,165		- "X	1
	2,120	0.85	24.8	2,165			
	2,120	0.85	24.8	2,165			
	2,120	0.85	24.8	2,165			
	2,120	0.85	24.8	2,165			
oppant	2,120	0.00	24.0	2,103			
Орранс	Total Prop Vol Pumped						
Stage#	(lb)	5	1 007000 #	Total Ad	d Amount		
		Proppant White Sand					
		Proppant White Sand					
		Proppant White Sand					
		Proppant White Sand					
		Proppant White Sand					
		Proppant White Sand	337986 lb				
		Proppant White Sand	d 337986 lb				
		Proppant White Sand	d 337986 lb				
		Proppant White Sand	d 337986 lb				
		Proppant White San					
		Proppant White San					
		Proppant White San					
		Proppant White San					
		Proppant White San					
		Toppani vville Sali	2 001 900 10				
		-					
		Proppant White San	d 337986 lb				

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Newfield Wellbore Diagram Data Sandwash 10-31T-8-17

Proppant				
Stage#	Total Prop Vol Pumped (lb)	Total Add Amount		
		Proppant White Sand 337986 lb		
		Proppant White Sand 337986 lb		
		Proppant White Sand 337986 lb		
		Proppant White Sand 337986 lb		
		Proppant White Sand 337986 lb		

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UNITED STATES ENVIRONMENTAL PROTECTION AGENCY REGION 8



1595 Wynkoop Street
DENVER, CO 80202-1129
Phone 800-227-8917
http://www.epa.gov/region08

JUL 1 1 2014

RECEIVED

JUL 16 2014

DIV. OF OIL, GAS & MINING

Ref: 8ENF-UFO

CERTIFIED MAIL 7008-3230-0003-0727-5584 RETURN RECEIPT REQUESTED

Mr. J D Horrocks Newfield Exploration Company Route 3, Box 3630 Myton, UT 84052

31 85 17E

Re: Underground Injection Control (UIC)

Permission to Resume Injection Sand Wash Federal 10-31T-8-17 Well

EPA ID# UT22197-08790 API # 43-013-32449 Duchesne County, UT Accepted by the Utah Division of Oil, Gas and Mining

FOR RECORD ONLY

Dear Mr. Horrocks:

On June 17, 2014, the Environmental Protection Agency (EPA) received information from Newfield Exploration Company on the above referenced well concerning the workover to install a concentric injection tubing configuration and the followup mechanical integrity test (MIT) conducted on June 6, 2014. The data submitted shows that the well passed the required MIT. Therefore, pursuant to Title 40 of the Code of Federal Regulations Section 144.51(q)(2) (40 C.F.R. § 144.51(q)(2)), permission to resume injection is granted. Under continuous service, the next MIT will be due on or before June 6, 2019.

A Maximum Allowable Injection Pressure (MAIP) for the perforations at 5270 feet, below the lower packer, has been calculated at 1275 psig.

Pursuant to 40 C.F.R. § 144.52(a)(6), if the well is not used for a period of at least two (2) years ("temporary abandonment"), it shall be plugged and abandoned unless the EPA is notified and procedures are described to the EPA ensuring the well will not endanger underground sources of drinking water ("non-endangerment demonstration") during its continued temporary abandonment. A successful MIT is an acceptable non-endangerment demonstration and would be necessary every two (2) years the well continues in temporary abandonment.

Failure to comply with a UIC Permit, or the UIC regulations found at 40 C.F.R. Parts 144 through 148 constitute one or more violations of the Safe Drinking Water Act, 42 U.S.C. § 300h. Such non-compliance may subject you to formal enforcement by the EPA, as codified at 40 C.F.R. Part 22.

If you have any questions concerning this letter, you may contact Sarah Roberts at (303) 312-7056. Please direct all correspondence to the attention of Sarah Roberts at Mail Code 8ENF-UFO.

Sincerely,

Mark Chalfant, Acting Director

UIC/FIFRA/OPA Technical Enforcement Programs

cc: Gordon Howell, Chairman
Uintah & Ouray Business Committee
P.O. Box 190
Fort Duchesne, Utah 84026

Reannin Tapoof, Executive Assistant Uintah & Ouray Business Committee P.O. Box 190 Fort Duchesne, Utah 84026

Tony Small, Councilman Uintah & Ouray Business Committee P.O. Box 190 Fort Duchesne, Utah 84026

Phillip Chimburas, Councilman Uintah & Ouray Business Committee P.O. Box 190 Fort Duchesne, Utah 84026 Ronald Wopsock, Vice-Chairman Uintah & Ouray Business Committee P.O. Box 190 Fort Duchesne, Utah 84026

Stewart Pike, Councilman Uintah & Ouray Business Committee P.O. Box 190 Fort Duchesne, Utah 84026

Bruce Ignacio, Councilman Uintah & Ouray Business Committee P.O. Box 190 Fort Duchesne, Utah 84026

Manuel Myore, Director of Energy, Minerals and Air Programs Ute Indian Tribe P.O. Box 190 Fort Duchesne, Utah 84026

John Rogers
Utah Division of Oil, Gas and Mining
P.O. Box 145801
Salt Lake City, Utah 84114